Paris, Friday, February 25, 1994

# Pointing the Finger in Germany's Ugly Corporate Melodrama

By Alan Friedman

VIENNA — Dentsche Bank, the leading creditor and a major shareholder of Germany's troubled Metallgesells-chaft AG, actively promoted the oil futures business in spring 1993 that later in the year brought the company to the brink of bankruptcy, according to Henz Schimmelbusch, who was dismissed as the company's chief executive

Mr. Schimmelbusch, breaking his silence for the first time since he was dismissed, contended in an interview here that Metallgesellschaft had been encouraged by Deutsche Bank last spring to jointly market the oil-hedging program to a dozen industrial clients of the bank. Docu-

along with five other Metallgeselischaft executives for allegedly failing to keep the supervisory board informed of the oil-related problems, an accusation he denies. Metallgesellschaft, a conglomerate of more than 250 metals, biggest companies with annual revenue of about 25 billion
Deutsche marks (\$14.7 billion).

The story of Metallgesellschaft's near insolvency has

grown into an ugly corporate melodrama, pitting one of Germany's best-known executives against Europe's most

On Thursday, Mr. Schmitz, addressing a special meeting of Metallgesellschaft shareholders in Frankfurt, launched sche Bank last spring to jointly market the oil-hedging program to a dozen industrial clients of the bank. Documents obtained by the International Herald Tribune indicate that Deutsche Bank board members were first briefed on the oil-hedging business in November 1992 and that the bank and the company's New York-based energy subsidiary planned jointly to market the program.

It was the discovery of a liquidity crisis at the New York business, MG Corp., early in December that led to Mr. Schimmelbusch's dismissal by Ronaldo Schmitz, the Deutsche Bank director, who is head of Metallgesellschaft's hareholders in Frankfurt, lannched a blistering attack on Mr. Schimmelbusch, accusing him of responsibility for the company's brush with bankraptcy and saying he had failed to keep the supervisory board informed of events that led to an oil futures trading less of 2.3 billion marks. Mr. Schmitz specifically played down the significance of Deutsche Bank's cooperation with MG Corp. on energy-related hedging products.

Using language rarely heard publicly in corporate Germany, Mr. Schimmelbusch "took actions which were so patently sampervisory board. Mr. Schimmelbusch was dismissed law penalties called for, penal measures would not come as

a surprise." Mr. Schimmelbusch, 49, who had a 20-year career at Metallgesellschaft, led the company for the last

Numerous shareholders at the meeting nonetheless bomharded Mr. Schmitz with complaints and argued that the supervisory board should itself accept responsibility for the oil-hedging losses and resign. (Page 11) Separately, Mr. Schimmelbusch, and Meinhard Forster,

the former chief financial officer of Metallgesellschaft, are being investigated by the Frankfurt prosecutor's office, which is acting on a shareholder complaint.

Mr. Schimmelbusch reacted to Mr. Schmitz's remarks by saying they were part of "an orchestrated attack on my He said that "this attack will force me to defend my

reputation in the courts."

During more than seven hours of conversations in Vienna from Tuesday to Thursday, Mr. Schimmelbusch stressed repeatedly that he contacted Mr. Schmitz as soon as he learned of the liquidity crisis in New York and sought a meeting to discuss the problem. Although Mr. Schimmelbusch did not suggest that Deutsche Bank's joint-marketing of the oil futures with MG Corp. had in any way caused the crisis, he insisted that Mr. Schmitz "should have been well aware of the risks."

He asserted that Mr. Schmitz "was fully informed, in absolute detail" of the specifics and the structure of the oil futures business

Schmitz and I discussed the New York oil operations, the strategy and liquidity issues a lot," he said, "and this was irrespective of the joint venture we had with Deutsche Bank to offer the bank's industrial clients risk-manage-ment programs in which Deutsche Bank would handle foreign exchange hedging and Metallgesellschaft would do

the oil hedging.

He said Mr. Schmitz received a special presentation on the oil-hedging program from MG Corp. executives in New York last July 23. "That same month I even suggested to Mr. Schmitz that the New York energy-related trading husiness was too large and consumed too much cash, and that ideally we should look for a partner. He agreed," Mr. Schimmelbusch said.

Mr. Schmitz, in response to Mr. Schimmelbusch's allegations, told the International Herald Tribune in a state-ment: "I was not fully informed of the nature and structure of the oil futures business, and I did not discuss the New York oil operations, the strategy and liquidity issues as described by Mr. Schimmelbusch."

Speaking at Thursday's meeting, which was called to See METALS, Page 4

# Rout in the Bond Markets Leaves 'Blood Everywhere' Widespread Interest Rate Miscalculation

By Erik Ipsen

LONDON - The world's bond traders have lost staggering sums in the last three weeks, the result of a terrible miscalculation of the direc-

tion of interest rates.

Following the Federal Reserve's decision three weeks ago to raise short-term interest rates in the United States, government bond prices have plummeted around the world.

WORDING.

"There is blood everywhere," said Gerard Lyons, chief economist at DKB international, a

London bond firm.

Bond prices' headlong retreat, many analysts assert, has now carried away all before it, including logic. It has taken a self-off that should have been confined to the United States, where interest rates are rising in the face of a buoyant economy, and made of it an international rout, Now economies like those in Europe, still firm-ly in the grip of recession, face the threat of

rising long-term interest rates. Analysis blame a volatile combination of greater leverage, ples for greater unanimity of sentiment, for making the bond markets the most tranmatized of all financial markets in recent weeks. Especially when it came to fin-rope, investors from Boston to Barcelona were convinced that bond prices would rally on the back of falling long-term rates. As a result, funds entered the New Year with unusually large bets on what was then viewed as a sorefire.

In the past three weeks, many strategists have ventured out of their bunkers long enough to pronounce that things have gone far enough. Bond prices, they stressed, have been driven too low and as such represent excellent buying opportunities. Those who have followed that advice have been bludgeoned badly.

A strategist for a large international bank in London confessed that he, too, started the week convinced that the sell-off had gone too far and

that a rally was imminent. "We put our toes in the water and bought bonds on Wednesday and today we don't have

on yethesoly and today we don't have any toes," he said.
On Thursday, in fact, the bond market's decline accelerated, helping to drag down both Wall Street and major European markets. The Dow Jones industrial index tumbled 51.78 points to close at 3,839.90, adding to the drop of 19.98 points recorded on Wednesday, while the stock markets in Frankfurt, Paris and Lon-

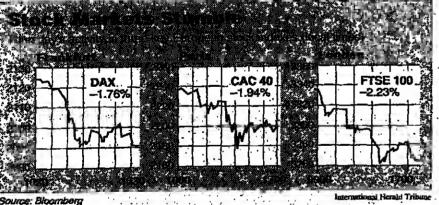
don fell by even wider margins on Thursday. Analysts increasingly blame speculators for turning a healthy correction in an overbought market into an absolute bust. Last year boud investors across the world racked up huge gains. For such investors as hedge funds, which feed on huge leverage and had bought as much as \$10 in bonds for every dollar they held in capital, the results were spectacular.

Their success attracted a lot of new money, said one London bond trader. As funds flooded in the direction of the speculators, their bets grew even larger. This year, however, it has all come unstuck as falling bond prices have threatened to wipe out their gains and then

oot know what to do," said one despondent London-based bond trader on Thursday as the slide of recent days became what some were calling a panic.

Highly leveraged players are not a oew phe-nomenon in the bond market. What is new today is both the size of the funds at their command and the sheer mumbers of investors,

See LOSSES, Page 12



# **China Vows to Terminate** All Hong Kong Councils

By Kevin Murphy J Werold Trib

HONG KONG - Governor Chris Patter said Thursday that he would press ahead with his political program in spite of a new Chinese threat to dissolve Hong Kong's elected bodies when the British colony is turned over to Beij-

ing in 1997. China said Thursday that all local councils and the legislature would "definitely be terminated" when Hong Kong reverts to Chinese rule on July 1, 1997.

· The Chinese also threatened not to cooperate on a new \$21 billion Hong Kong airport, now under construction. This appeared to be a return to a previous strategy of linking the political dispute to the colony's economy.

The Hong Kong stock market's key Hang Seng Index fell 331 points, or about 3 percent, following reports of Beijing's hard-line stance. Late Wednesday, Hong Kong lawmakers approved the first of a two-stage legislative package that ultimately aims to increase the number of voters in 1995 elections, the last to be organized under British rule.

"The door to negotiations on Hong Kong's future has now been closed by the British side," said Sheng Guoteng, a spokesman for China's

Newssta	nd Prices
Andorra 9.00 FF	Luxembourg 60 L. Fr
Antilles11.20 FF	Morocco12 Dt
Cameroon_1.400 CFA	Qatar8.00 Rials
EgyptE.P. 5000	Réunion11.20 FF
France9,00 FF	Saudi Arabia .9.00 R
Gabon960 CFA	Senegal 960 CFA
Greece300 Dr.	Tunisia, 1.000 Din
Ivory Coast .1.128 CFA	TurkeyT.L. 15,000
Jordan	U.A.E8.50 Dirt
LebononUSS 1:50	U.S. Mil. (Eur.) \$1.10

Mr. Sheng said the unilsteral move on political reforms "fully shows the British side has no sincerity in resolving the Hong Kong issue and is bent on moving further shead on the wrong

China asserts that Britain's proposals violate agreements on Hong Kong's future administra-

Mr. Patten on Thursday praised the Legisla-tive Council's support of his first proposals and said he would offer a bill containing the rest of them on Friday. He hopes to see the entire slate measures enacted by July.
We stand willing and able to work together

with China in Hong Kong's interest on other matters," Mr. Patten said, "even if on this admittedly important one it has unfortunately not proved possible to do so."

Legislators who oppose adoption of electoral plans that do not have China's blessing questioned the wisdom of enacting such policies.

On Thursday, the Hong Kong government released a British government report containing its version of the dispute with Beijing that first surfaced in October 1992 and now threatens British business interests in China.

The document justified a course that guaranteed confrontation with China by stating that several features of an electoral system endorsed by Beijing would leave a democratic process open to manipulation.

Foreign Minister Douglas Hurd of Britain said: "Our proposals, even after substantial revisions in an effort to meet Chinese concerns, would produce electoral arrangements which were fair, open and, in our judgment, acceptable to the people of Hong Kong."

He said that Chinese proposals on the election issue, offered during eight months of negotiations in Beijing, did not meet those stan-

### OLYMPIC OOO PODIUM

### Skaters Are Hurt

Oksana Baiul, the world figure-skating champion who finished second to Nancy Kerrigan in the technical program, was hurt during practice and is a doubtful starter in the women's free skating final on Friday night.

The 16-year-old from Ukraine collided with Tanja Szewczenko, 16, of Germany as both were skating backward. Bainl suffered a gash in one leg from a skate blade, an injury that was not serious, but also hurt her back. Szewczenko, fifth in the technical program, was carried off the ice after Baiul's elbow slammed into her ribs, but the German team's doctor said she was not seriously injured and would skate on Friday night.

### Compagnoni Triumphs Deborah Compagnoni of Italy, whose

career was almost ended in the same event two years ago, when she tore up her left knee, won the the women's giant slalom. One day after the closest Alpine race in Olympic history, Compagnoni easily beat the silver medalist, Martina Ertl of Germany. Vrent Schneider of Switzerland got the bronze, her second medal of the

### Di Centa Strikes Again The Italian star of the Games - no,

not Albert Tomba, but Manuela Di Centa — led from start to finish and beat Norway' Marit Wold by 16.2 seconds to win the the women's 30-kilometer cross-country race. Di Centa has now won a medal in each of her five races in Lillehammer.

Lyubov Egorova of Russia, trying to win a record seventh Olympic gold medal, finished fifth; it was the first time she had failed to get a medal in 10 Olympic races. Marja-Liisa Kirvesniemi of Finland took the bronze.



Olympic report: Pages 27, 28 and 29 Tanja Szewczenko being belped up by Katarina Witt, left, and Chen Lu.

# **Yeltsin Shifts Priority From** Reform to **Nationalism**

### In Key Kremlin Speech, He Appears to Reflect Conservative Concerns

By Fred Hiatt

Washington Pout Service
MOSCOW — President Boris N. Yeltsin, in a major Kremlin address reflecting Russia's increasingly conservative and nationalist mood, shifted away from themes of democratization and human rights on Thursday and instead called for strengthening Russian statebood both at home and in foreign policy.

The president's address to a joint session of parliament, his first since radical reformers left his government, had been eagerly awaited for signs of Russia's future course. The paucity of detail in the 40-minute address left many ques-tions open, but Mr. Yeltsin came down squarely for more assertiveness abroad and a softer approach to economic change.

The president called Russia the "guarantor

of stability" throughout the former Soviet

A legal debate erupts over parliament's amnes-ty for anti-Yeltsin plotters. Page 2.

Union and said the fate of ethnic Russians living in neighboring countries was "our na-tional affair." He warned East European countries not to join NATO without Russia. And he said Russia's foreign policy would be based on "the promotion of Russia's national interests."

"The principal method toward this goal is openness and cooperation," he said. "But Russia has the right to act firmly and toughly when

oecessary to defend its national interests."

Mr. Yeltsin did not mention the arrest this week of an alleged Russian mole high up in the Central Ingelligence Agency. And be mentioned only obliquely the parliamentary vote on Wednesday to give amnesty to the anti-Yeltsin coup plotters of 1991 and 1993.

Page 18 2 prosecutor-general seemed to indi-

Russia's prosecutor-general seemed to indi-cate Thursday that he would free former Vice President Alexander V. Rutskoi and his confederates from jail once he receives the official notification of the State Duma's vote.

"Social conciliation does not mean total for-giveness," Mr. Yeltsin said, in his only comment on Thursday that could be seen as related to the amnesty vote. "Mercy is only mercy if it does not counter law and norms of morality."

Io domestic policy, Mr. Yeltsin said free-market reforms should continue, but taking into account "Russian specifics, the national character, the changing social interests and sentiments, and the psychology of Russians.

He railed against "flagrant inequality" in Russia's emerging class structure, complained that people "who cheat and use violence are having a field day" and called for more targeted state support of Russian industry.

The principle that only those who are able

to survive will survive is ruinous," Mr. Yeltsin said, an indirect criocism of the radical economic reformers who had run his government for much of the last two years, bringing to Russia a fledgling free market but also much

He also called for emergency measures against crime and criminal groups, which he said were "trying to put a stranglehold on the

And in sharp contrast to some of his earlier See YELTSIN, Page 4

# The Serbs, Figuring the Odds, Appear Ready for Peace

By Roger Cohen
New York Times Service

PALE, Bosnia-Herzegovina - Radovan Karadzic, the leader of the Bosnian Serbs, put it bluntly: "We would rather drive Mercedeses than tanks."

After almost two years of war in Bosnia, it appears that the Serbs — both the government in Belgrade and the Bosnian Serbs — are actively pursuing a peace settlement in the conviction that Russia's new involvement in Balkan diplomacy can secure them a share of Bosnia that they could accept.

The momentum appears to arise from two factors: the crushing impact of international sanctions on Serbia, and a perception among Serbs that the Muslim-dominated Bosnian government may have less room for maneuver now

that Washington and Moscow have decided that a way must be found to end the war. "The Muslims always thought the interna-tional community could fight their war for

Bosnia's Muslim leader, contradicting UN, savs Serb arms still threaten Sarajevo. Page 2.

them, and nobody has ever pressured them before," said Jovan Zameoca, foreign-policy aide to Mr. Karadzic.

"Now they have to deal with international pressure for the first time," he said. "They know an offensive could bring NATO intervention. And they know Russia will bring objectivity and balance to the peace talks." With Russian troops now in Sarajevo as part of the United Nations force, and with Russia's called, perhaps an international conference me-president, Boris N. Yeltsin, talking of new diplomatic measures, the Serbs' leaders say they feel their case is being recognized for the first

recognition of Bosnia-Herzegovina as an independent nation in April 1992 turned the Serbs of Bosnia, close to a third of the population, into a national minority under a fairly hostile government and left them no alternative but to

Conversations with several officials here in Pale, the Bosnian Serbs' headquarters, suggest that the Serbs believe that the Geneva peace talks mediated by the United Nations and the European Union are now dead. Instead, the Serbs say, new talks must be

turning over 10 Moscow top secret documents and information in return for payments that

totaled more than \$1.5 million between 1985

and 1993. During this period, he recruited and

managed foreign agents in Washington and at

least three foreign nations and worked in the CIA's directorate of operations responsible for

key counterintelligence activities.

This case, in essence, is that international

ing their territorial holdings to about 50 percent Bosnia to insure that the government gets about a third.

President Alija Izetbegovic has rejected this

See SERBS, Page 4

# In Spy Case, the Arrests Came Too Soon

By R. Jeffrey Smith and Michael Isikoff Washington Post Service

WASHINGTON - The trail that led to the arrest of the CIA officer Aldrich Hazen Ames began in 1987 with unexplained disappearances or deaths of U.S. agents overseas, but a seven-year investigation failed to produce all the in-criminating evidence officials had hoped to get. according to government sources.

Mr. Ames, 52, was arrested at his Arlington

Virginia, house Monday night before the investigation was complete, primarily because officials feared he might flee on a forthcoming assignment overseas, the sources said. Investigators had ample evidence to support his arrest but only a partial picture of the scope of his alleged espionage for Moscow.

Ames passed along virtually everything he knew about matters for which he was directly responsible between 1985 and 1991, including about other matters, such as U.S. spy satellite points to pass secrets or collect payments. operations, eavesdropping and general espio-

A measure of what the government does not know can be found in the Clinton administration's request this week that Moscow "explain" what it learned from Mr. Ames. Also, the director of central intelligence, R. James Woolsey Jr., on Wednesday orged CIA employees with knowledge of Mr. Ames's activities at the agency to cooperate with the continuing investiga-

Officials privy to information about the in-

CIA officer reportedly betrayed 10 Soviet citizens working for U.S. intelligence. • Christopher fights off calls in Congress for suspension of economic aid to Russia. Page 3.

vestigation said the FBI had wanted to obtain U.S. officials said they assumed that Mr. evidence linking Mr. Ames directly with his alleged Russian handlers, such as a photograph depicting him at a meeting with a known Russian intelligence agent. But investigators were most of the CIA's efforts to recruit spies in the Soviet Union, its successor states and Eastern such meetings or discussing them with his wife. Europe. But the government is still trying to determine what he also may have passed along and evidence that he used a series of drop Mr. Ames, a 32-year veteran at the agency.

was arrested with his wife and charged with

Investigators have been investigating Mr. Ames roughly since 1991, when be and other officials under suspicion were deliberately transferred out of the Soviet/East European branch of the operations directorate to less sensitive assignments. But Washington's first worries that vital U.S. secrets were being passed to Moscow by a mole in the intelligence community began in 1987, officials said.

The evidence was initially circumstantial. A series of botched spy operations in the Soviet Union left intelligence managers scratching

Teo U.S. spies — eighl working for the CIA and two for the FBI — were exposed and executed in the mid-to-late 1980s, one law enforcement official said. An unspecified number of other "people who were cooperating sudden-ly stopped cooperating," said an intelligence source. At least 10 major U.S. espionage opera-

See SPY, Page 4

### European Union. "We need something larger than Geneva pretty soon, probably within a month, if we're to build the cease-fire in Sarajevo into a wider settlement," Mr. Zametica said.

But it seems that the Serbs, who now hold 70 percent of Bosnia, are not prepared to go much beyond what they have already offered: shrink-

Both Slobodan Milosevic, the president of

### Kiosk

### Muslims, Croats To Meet in U.S.

WASHINGTON (Reuters) - Bosnian Muslims and Croats and Croatian government officials will meet in Washington this weekend for talks aimed at forming a unified bi-national Bosnian state, a senior State Department official said Thursday, In a striking turnaround, Bosnian Croat leaders this week raised the idea of confederation with Muslims.

Related articles, Page 2.

DOOK KEVIEW		rage 1.
Down Jone 51.78 3,839.90 The Dollar	98	Trib Index Down 0.73% 114.78
New York,	Thurs, close	previous clear
DM	1.7169	1.7288
Pound	1.485	1.478
Yen	104.90	105.70
FF	5,833	5.8719

# **Russians Debate Amnesty Vote**

### Political Maneuvers Heat Up, Yeltsin Enemies Still in Jail

By Lee Hockstader

Vashington Post Service MOSCOW - A legal debate erupted Thursday over whether the legislative amnesty for the ringleaders of recent rebellions in Russia means they will walk out of jail soon or not

The State Duma, the lower house of the legislature, voted Wednesday to grant a full amnesty to the leaders of a botched 1991 coup and of October's violent uprising in Mos-cow. They include some of President Boris N. Yeltsin's most bitter and potentially dangerous oppo-

Despite the vote, the anti-government organizers remained in a Moscow prison on Thursday, and it remained unclear whether or when they would go free. Wives gathered at the prison gates hoping in see their husbands emerge, but in no

There were continued predictions that the amnesty could lead in civil war if it was carried out. But the debate Thursday shifted to whether the Duma had acted within its power, and how Mr. Yeltsin now might be able to block the

Russia's prosecutor-general suggested that he would free the accused from jail as soon as he received the official paperwork from the Duma. But that was hardly the last word on the matter.

In his speech Thursday to the Russian legislature, Mr. Yeltsin sidestepped direct comment on the amnesty question. But in a remark that was interpreted here as signaling his opposition in amnesty, the president said: "Social conciliation

does not mean total forgiveness. Mercy is only mercy if it does not counter law and norms of moral-

Mr. Yeltsin's spokesman, Vyacbeslav Kostikov, said the president would make no decision before consulting with legal advisers. Yuri Baturin, Mr. Yeltsin's national security adviser, signaled the president was firmly against any amnesty and would try to stop it.

Mr. Baturin said the vote by the Duma "is in conflict with the principles of the law, because there cannot be a situation in which there are corpses and nobody is in blame."

The allusion was to the uprising by Russian lawmakers and their allies in Ocmber after Mr. Yeltsin dissolved the legislature and sent troops to enforce his decision. The violence left at least 147 people

"The president, as the guardian of the constitution, has the right in demand that the General Prosecutor's office not implement the decision of the Duma if it is in conflict with the principles of the constitution and Russian law," Mr. Baturin

Some analysts said Mr. Yeltsin might simply issue a decree declaring the Duma's vote invalid. Others suggested that Mr. Yeltsin might be able to circumvent the amnesty, which was written in apply in polit-ical prisoners, by declaring that the organizers of the 1991 and 1993 disturbances are guilty of common crimes, not political offenses. Sull others said the Russian constitutional court might get into the act.

# Black GIs Harassed at German Base

BERLIN - Black soldiers at a U.S. Army barracks near Frankfurt have been the target of n hate campaign of telephone threats, slashed tires and "nigger" graffit for 18 months, a military spokesman said Thursday.

The military newspaper Stars and Stripes quoted people in the U.S. military community at Budingen as saying most of the targets were first sergeants. The newspaper said the community mem-

bers thought an underground organization might be involved.

Captain Gregory R. Bartlett, spokesman

for the 1st Armored Division at Bad Kreuznach, said he could not recall such racial barassment occurring previously on U.S. bases in Germany. "I haven't heard of anonymous threats like this," the captain said

Budingen, home of the division's 1st Cavalry Regiment, is offering a reward of \$1,000 for the arrest of anyone involved. The 1st Cavalry commander, Lieutenant

Colonel Philip Coker, ordered an investigation into the incidents at the Armstrong Casern a year ago, he said.

These were among the incidents:

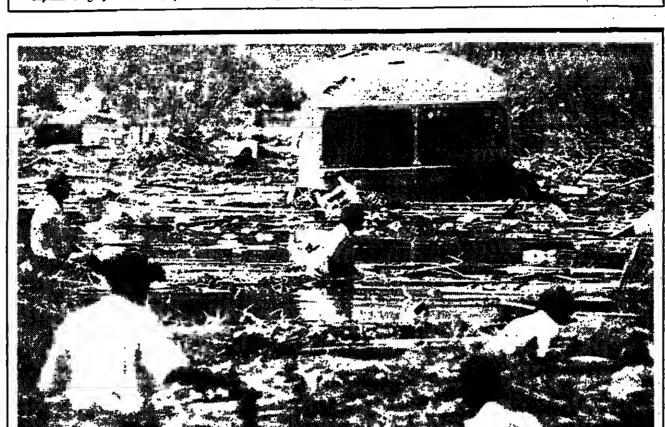
The painting of "nigger" on the walls of

an office, a company motor pool and a noncommissioned officer's automobile.

Threatening phone calls to black officers and noncommissioned officers.

• The slashing of tires on a sergeant's car. Colonel Coker said that the racial climate at Armstrong Casern was not tense and that he thought these were isolated incidents. "I don't see a lot of indications that there's some sort of racial polarization going on

here," Stars and Stripes quoted him as saying. But people who have received threatening phone calls have been given answering machines to screen their calls.



HUNT FOR VICTIMS — A passenger bus sitting in slurry where policemen searched for survivors after a gold-mine dam burst near Virginia, South Africa. A total of 13 people were confirmed dead and 58 were missing. Many homes were destroyed,

# Serbs Are Still Combat-Ready Outside Sarajevo, Bosnian Says

By John Kifner
New York Times Service

SARAJEVO, Bosnia-Herzegovina — The Bosnian government asserted Thursday night that Serbian artillery, tanks and other heavy weapons were still ready for combat in the hills above this besieged city despite days of upbeat pronouncements by the United Na-tions that they had all been withdrawn or placed under UN control.

The removal of the guns threatening the city has "not been accomplished," President Alija Izetbegovic said in a statement issued after an emergency government meeting.

At the stroke of a NATO deadline at midnight Sunday, the top UN official here, Yasushi Akashi, issued a statement saying that there has been "substantial compliance" by the nationalist Serbian forces, whose guns had pounded the city from the hills for 22

The deadline, and its threat of air strikes, was imposed by NATO after international outrage over a mortar attack on the public market here that killed 68 people. A British lieutenant general, Sir Michael Rose. and other UN officials have been trying to capitalize on the air-strike threat, moving swiftly to broker a cease-fire and trying in expand it inin a durable peace.

There is a sense of a possible end game to this round of warfare, with a cease-fire between Croanan nationalists and the government in central Bosnia to go into effect at noon Friday. The cease-fire was agreed to after talks at a UN base in Zagreh presided over by General Rose and the UN force commander for the former Yugoslavia, General Jean Cot.

The agreement, calling for a pullback or the turning over of heavy weapons, and the positioning of UN troops in sensitive areas to ensure adherence to the cease-fire, could relieve the siege of Mostar, where
Croatian nationalists have shelled the Muslim quarter

Before and after the NATO deadline, UN spokes-the offic
men have issued one rosy statement after another broken.

of the city, destroying the historic Ottoman-era bridge. The cease-fire is part of a series of diplomatic and political moves rapidly developing over the past two weeks that could result in some sort of confederation agreement between Bosnia and Croatia.

But the fragility of the peace efforts and the enduring bostilities here were pointed up by several events during the day on Thursday. Two Bosnian soldiers were shot and killed by snipers in different sectors of the front line surrounding the city overnight, despite

the cease-fire that has been generally holding.

In the besieged Muslim-held town of Maglia, a shell
bit a medical clinic, killing 10 people, according to ham radio broadcasts from the city, the only means of communications. There has also been stepped-up fighting in other areas of Bosnia in recent days, notably in the Bihac pocket.

Before and after the NATO deadline, UN spokes-

saying that they were "in control" of the Serbian weapons that had not been withdrawn.

But foreign journalists in the Serbian-controlled hills this week have been finding more and more clumps of Serbian weapons, some deserted, others fully manned by their gun crews. In Osijek, for exam-ple, British troops of the Coldstream Guards have been trying to negotiate with the commander of a battery of 19 artillery pieces which refuses to give them

Journalists have come on artillery pieces being towed past marmed UN military observers, apparently in defiance of the conditions of the NATO ultima-

turn, or with their barrels pointed toward the city. Journalists and military observers who have seen the guarded weapons depots set up by the United Nations say that they appear to bold fewer pieces than the official count and that weapons are old, rusted and

# Wonder in Mostar as the Shelling Stops

By William E. Schmidt New York Times Service

MOSTAR, Bosnia-Herzegovina - Through the morning, there was the pop and crackle of automatic weapons, as Muslim snipers hidden in the shattered buildings overlooking the Neretva River traded bursts with Croatian marksmen across the



A lake legend. Like the one we're becoming.

The only grand hotel right on the shore of Lake Geneva.

1820 MONTREUX - SWITZERLAND TEL. 41-21/963 5131 FAX 41-21/963 5637

of mostly Muslim eastern Mostar, scattered small-arms fire is hardly reason to keep them from leaving their dark basement shelters, especially on such a bright and balmy

February day.

Screened from the snipers behind curtains of sandbags, over-turned cars and the bulks of burned buses, bundreds of people spilled over the ruins of Marshal Tito Ave-nue, sitting in the winter sun and loudly discussing the question of the moment: Why has the Croatian artillery that rained death on their heads for some 270 days fallen silent in recent days?

"All we care is that the shells have stopped," said a 45-year-old woman named Afria, who since last fall has lived with six other people in a dark, cold concrete cellar in the center of town, protected from con-stant, hourly shelling that shredded the upper floors of the building.

Bosnian nightmare, a battleground where more than 2,000 were killed on both sides, 50,000 Muslims are still trapped inside a city with no electricity, no water and no escape. But there was growing hope late they just might be next on the list Thursday that the hrutal siege of after the Serbs." Mostar is drawing, at long last, to

In the Croatian capital, Zagreb, rival Bosnian Muslim and Bosnian

But among the weary residents Croatian commanders signed cease-fire agreement which, if it holds, will disengage their forces all across central and southern Bosnia-Herzegovina. The truce applies to the fighters who have waged war over Mostar, a once-graceful pro-vincial city of 125,000 known for its tiled red roofs and ancient Turkish

> Negotiated with the aid of UN officers, including Sir Michael Rose, the Britisb commander who oversaw the cease-fire talks in Sarajevo, the agreement calls for the two sides not only to lay down their arms, hut in withdraw the heaviest weapons well hack from the front

or turn them over to UN control. While the formal cease-fire was to take effect at noon Friday, both residents of the city and UN peackeeping troops say the worst of the fighting tailed off ahruptly earlier this month, around the same time After months as the heart of the tions were threatening to use air sonian nightmare, a battleground strikes on Serbian fighters besieg-

ing the Bosnian capital, Sarajevo.
"I think the Croats got the message." a relief worker in southern Bosnia said. "They figured it out:

■ Support for Confederation President Franjo Tudjman of Croatia said Thursday that his government would explore a possible confederation with Bosnia's Muslims to end a ruinous Muslim-

Croat war and protect European

civilization, Reuters reported from

Zagreb, Croatia. Mr. Tudiman endorsed a U.S.-inspired diplomatic initiative for Croat-Muslim rapprochement in a speech to the policy-setting central committee of his conservative nationalist party. Croatian Democratic Union.

To continue fighting would be very unfavorable for Croatia," Mr. Tudiman said.

Confederation, he said could eliminate growing Muslim funda-mentalism in Bosnia, seen as dangerous to Croatia and the West, while ensuring European support that NATO and the United Na-tions were threatening to use air an held regions of Croatia

"These are the most important reasons for our acceptance," Mr. Tudjman said. "So there are strategic reasons for us and for Europe and the United States to reach such a solution and we will do every-thing in achieve it."



Children fighting their own war on Thursday in Sarajevo.

# U.S. Troops in Bosnia? Congress Wants Into Act

Havry's New York Bar THE OLDEST COCKTAIL BAR IN EUROPE THE PARIS: 5, rue Daunou

GENEVA : Confederation Center
MS EUROPA : At Sea MONTREUX: Montreux Palaco

WASHINGTON - As the United States begins pressing the Bosnian government to make peace, key Republican senators are questioning whether Congress would approve the administration's plan to send American there if a settlement is

At a hearing of the Senate For-

in peacekeeping in Bosnia. Until two weeks ago, the admin-

istration's pledge to send American

eign Relations Committee, Secre- oretical. Now that the United tary of State Warren M. Christo-pher warned that Bosnia's Muslim-led government would not sign a and the Americans, the Russians, peace treaty without an American and the Western Europeans are all pledge to send troops to take part actively pressing for a settlement, the question of how to enforce any

accord has taken on new urgency. Mr. Christopber emphasized troops to enforce a durable settle-ment in Bosnia seemed largely the-suited and its approval sought be-of Congress.

But in a reflection of the anxiety.

in Congress over American in-volvement, Senator Richard G. Lugar, Republican of Indiana, asked how Mr. Christopher could even be involved in negotiating a peace that would require American troops without first gaining the approval

# WORLD BRIEFS

### Inkatha Official Accused in Massacre

JOHANNESBURG(AP) - Police said Thursday they had arrested an official of the Inkatha Freedom Party in connection with last weekend's

massacre of 15 African National Congress supporters. Two other Inkatha officials in the Midlands region of Natal Province

also were detained for questioning, the police said, inkatha accused police of arresting its members to appease the ANC.

The killings occurred Saturday when attackers shot and stabbed a group of mostly teenage ANC supporters preparing for a voter education forum in Mahehle, a rural village about 500 kilometers (300 miles) southeast of Johannachuse. southeast of Johannesburg.

### Findings Confirmed in El Al Crash

THE HAGUE (Renters) — Flawed engine mountings probably caused the Amsterdam air disaster in October 1992 when an El Al Israel Airlines jet crashed into an apartment complex, killing 43 people, an independent

The investigators found that the design and certification of the Bosing 747 engine mounting was "madequate to provide the required level of safety." The report, issued the independent Netherlands Aviation Safety

Board, was in line with provisional findings of crash investigators.

The panel said the faulty mounting caused one of the plane's engines to tear free from the wing, wrenching a second engine loose and forcing the plane out of control.

### Ukraine Moves to Restrain Crimea

KIEV (Reuters) — Ukraine's parliament sought to put Crimea in its

place on Thursday, affirming that the autonomous region had no right to conduct independent foreign, defense or monetary policies.

A resolution, passed by a vote of 222 to 4, gave authorities in the peninsula a month to bring Crimea's constitution and legislation into line with Ukraiman law. It was clearly directed at efforts by Crimea's new versident. Viril Mechanic to form closer accounts and realistical ties with president, Yuri Meshkov, to forge closer economic and political ties with Russia.

Russia.

But deputies representing both Ukrainian national and Crimean interests said its terms were relatively mild and would probably have little effect on Crimea's policies. The resolution accused Crimean officials of passing laws and making statements "which go beyond the prerogatives of Crimea's status and could worsen the simuation in Crimea and through-

### All 1,000 Syrian Jews Get Exit Visas

DAMASCUS (Reuters) — Syria has granted exit visas to all its approximately 1,000 Jews and they can travel abroad if they wish. Syria's deputy chief rabbi, Yousuf Khahil Jajati, said Thursday.

He said that some Jews wanted to immigrate to the United States but that some had decided to stay in Syria, where Jews have lived for at least 2,500 years. Some families who immigrated recently to the United States had returned, Rabbi Jajati said.

"All members of the Jewish community in Syria now have exit visate and can travel abroad if they want," he said after performing prayers at Damascus's largest synagogue.

### Correction

An article in Thursday's editions about France's Superphenix breeder reactor contained an imprecise reference to mixed oxide fuel. The fuel can be recycled, although there are no plans to do so for another 10 to 15

### TRAVEL UPDATE

### Cleanup Is Halted at Jerusalem Wall

JERUSALEM (AFP) — Israel's Antiquities Department has halted a cleanup operation at the Western Wall, fearing Judaism's most sacred site could be irreversibly damaged.

A Jerusalem company began blasting the wall with water under high-

pressure Wednesday, but the act of charity did not please the Antiquities Department. "Cleaning with high-pressure hot water jets risks causing irreversible damage to the ancient blocks of stone," a spokesman said. "We have to think of another way of returning the stones to their original condition," he added.

The Niamey sirport was closed for 48 hours. Thursday when the aviation union called a strike, authorities in the capital of Niger said. (AFP) Morocco's union federation decided to postpone a 24-hour general strike that was expected Friday, a spokesman said. The Democratic Labor Confederation claims 500,000 members. (Reuters)

Improved air safety in China is hoped for this year, a newspaper reported Thursday. The deputy director of China's civilian aviation administration made the call a week after an international report described China as the most dangerous place to fly.

A 200-room hotel will be built in Hanoi, the Vietnam News reported Thursday. The Hoan Kiem Hotel, to be financed for \$175 million from Hong Kong, will be located on the shores of Hoan Kiem Lake. (AP) Singapore is to be regional headquarters of the Federal Aviation Administration. The office at Changi Airport will serve the fast-growing

# Macedonia Seeks Talks, **But Greece Holds Firm**

ATHENS — Greece on Thursday rejected a call by President Kiro Gligorov of Macedonia for a United Nations-sponsored at a Constitution, which Greece says reflect territorial claims on the Greek province of Macedonia. United Nations-sponsored dialogue by the two countries without conditions and said that Greek de-

mands must first be met.
"Our position is clear," said Foreign Minister Karolos Papoulias.
"We say 'yes' to dialogue as long as the prerequisites for dialogue are satisfied."

Mr. Papoulias made the statement after talks with the European Union's external affairs commissioner, Hans van den Broek.

Mr. van den Broek, acting as EU mediator between Greece and Macedonia, delivered a letter to Prime Minister Andreas Papan-dreon from Mr. Gligorov. In ii, he said Macedonia was ready to re-sume UN-sponsored talks, broken off by Greece in October, without

"If Mr. Gligorov gives up his ance then there could be good developments in the future," Mr. Papoulias said.

Athens wants the Macedonian

about is that the situation will sharpen up and become more tense for the simple reason that the parties are not talking." Mr. van den Brock said.

### **Belgian Phone Chief** Charged in Sex Case

BRUSSELS - The head of Belgium's state telephone company, Benoît Remiche, has been charged with inciting "debauchery and prostitution" through leasing phone lines used for sexual pur-poses, a spokesman for the public prosecutor said Thursday.

The spokesman said the Belga com chairman had been charged in his professional capacity, not as a private individual. He was accounsible," and other people were expectrepublic to change its name, remove the Macedonian star from its

ble, and other people were expected to be charged in connection with flag and change two articles in its the case,



With MCI CALL USA and MCI WORLD REACH services. reaching around the world has never been easier.

To reach around the world, use your MCI Card or call collect. Just select the number next to the country you're calling from. An English-speaking operator will put your call through to anywhere in the 50 States as well as a growing list of participating World Reach countries. 022-903-012 1-800-11 08001 Belgium Boliwa Brazil 078-11-00-12 0-800-2222 Egypt<sup>1</sup> Finland 395-5770 00-42-000112 800-MC (800-624) 9800-102-80 900-99-0014 425-036 000-8012 19 - 00 - 19 020-795-922 95-800-674-7000 00°-0316 0130-0012 155-0222 980-16-0001 080-90000 Netherlands 06-022-91-22 Colombia Creece 00-800-1211 99-8001-1777 Hungary 00"-800-01411 050-12912 Norway JII-008 001-190 0\*01-04-800-222 00-42-000112 0800-89-0222 1-800-551-001 177-150-2727 8001-0022 1-800-751-6624 05-017-1234

Country-to-country calling may not be available to & from all MCI CALL USA locations. Certain it ng cutside of Cairo, dial O2 first. When dialing outside of Lima, the access number is 190. "Limand availability." Collect calls to U.S. only In some countries, public phones may require deposit of coin or phone card for dial tone. Assence from public balephones may be limited.

Rate depends on call ongo in Mexico, "Service available on a limited basis in easiern Germany © MCI International, Inc., 1993."

Imprime par Offprint, 73 rue de l'Evangile, 75018 Paris

# محذامن الأصل

# THE AMERICAS / UNTARGLES

# CIA Officer Betrayed 10 Contacts to Moscow, FBI Asserts

By Tim Weiner

WASHINGTON - The FBI is accusing Aldrich Hazen Ames, the CIA officer arrested on espionage charges this week, of betraying at least 10 Soviet eitzens working for United States intelligence. All were convicted of treason and executed in Moscow by Soviet authorities.

The agents said to have been identified by Mr. Ames included the first two intelligence officers the FBI had ever recruited from the Soviet Embassy in Washington and a senior Soviet counterintelligence official in Moscow responsible for catching U.S. spies. Mr. Ames had access to a wide range of CIA documents about intelligence operations and agents as a counterintelligence branch chief responsible for the Soviet Union and Eastern Europe from 1983 until 1991, according to government officials who received

FBI briefings about the case. Aithough the CIA and other intelligence agencies keep sensitive information carefully segregated to enhance secrety, Mr. Ames could have kept himself informed about most agency activities in the Soviet-Union, including the identities of Soviet critzens working for Washington, officials said.

£ 2.2

7. 72

200

- ... a take

WALL COMME

m - \$4200.22

क्षा । स्थानहरू १८५५ व्यक्ति

cks Tall

folds Fire

- 35

مخفاقته تزيمته والمتعادية

The FBI's accusations that Mr. Ames's betrayals led to the executions of Moscow agents have been made only behind closed doors to Congress and other government agencies, not in open court. FBI officials say

they are still working to complete their list of accusa-tions against Mr. Ames and did not name all 10 people they say were betrayed. The executions they described are all believed to have occurred before the Soviet Union dissolved in December 1991.

Mr. Ames and his wife. Maria del Rosario Casas Ames, who officials say has agreed to talk to federal investigators, remained imprisoned outside Washington awaiting a scheduled arraignment on Friday on onage charges.

Among the betravals ascribed to Mr. Ames by government officials briefed by the FBI were those of two Soviet Embassy officials, Valeri F. Martinov and Sergei M. Motorin.

The FBI is bitter about this case," said a government official who was among several who received briefings from the bureau on Wednesday. "They lost two great sources here from the embassy."

Other government officials, who insisted on anonymity, said that a third Soviet Embassy official who

was secretly working for U.S. intelligence was also betrayed and executed in 1986.

Mr. Martinov and Mr. Motorin came to Washington in 1981, each holding the innocuous rank of third secretary and assigned, respectively, to the cultural affairs and information sections of the Soviet Embassy in Washington.

In reality, they were spies, with Mr. Martinov seek-ing scientific and technical information, and Mr. Motorin gathering political intelligence to help Moscow

understand Washington's plans for fighting the Cold

The FBI succeeded in recruiting them as agents for U.S. intelligence in 1983 or 1984, after years of everything from friendly persuasion to cold-eyed entrap-ment, government officials said.

"It's extremely difficult to recruit such men." said F. Mark Wyatt, a retired senior CIA officer who worked with Soviet defectors after leaving the agency. "For American intelligence, the loss of men like that, of which we have too few, is a disaster and a

The KGB found out that Mr. Martinov had betrayed Moscow in late 1985, according to retired KGB officers. In November 1985, he was ordered to escort back to Moscow a senior Soviet spy, Vitali Yurchenko, who defected to the United States and then apparently changed his mind.

Mr. Ames was one of the CIA officials who debriefed Mr. Yurchenko, the deputy chief of the KGB's North American bureau and the highest-ranking Scaiet intelligence official ever to defect to the United States. The FB1 has not said whether it believes Mr. Ames fed information from the debriefings back to

Upon arrival in Moscow, Mr. Martinov was arrestd. So was Mr. Motorin, who was transferred back to Moscow at about the same time. The two men were executed in 1986, both American and Russian officials familiar with the case said.

An even better-placed source betrayed by Mr. Ames, according to the FBI, was the man code-named

In December 1990, according to an FBI affidavit. Mr. Ames came home from work at the CIA, sat down at his home computer and began tapping nut a message to the Soviet intelligence service.

The message precisely identified a mole inside the Moscow headquarters of the KGB, or Committee for State Security. The man Mr. Ames is accused of fingering held a job much like his own, only far more

He was the head of the American targets section of Soviet counterintelligence, according to government officials. His name remains secret, but CIA records referred to him by the code name Prologue, preceded by a random two-letter code, "GT," identifying him as

"Ames had access to information regarding Gipro-logue," an FBI special agent. Leslie G. Wiser Jr., wrote in a 35-page affidavit unsealed Wednesday. On Dec. 14, 1990, the affidavit said. Mr. Ames wrote an official CIA memorandum nn a related subject.

A few days later, the affidavit said, Mr. Ames wrnte

the fullnwing message on his bome computer: "I did learn that Giprologue is the crypinnym for the SCD officer I provided you information about earlier. The "SCD" was the Second Chief Directorate of

Soviet intelligence, the branch responsible for counterintelligence investigations in the Soviet Union.

# Congress Assails Aid to Russia

Administration Rejects Linkage to Spy Case

Compiled by Our Staff From Disputches WASHINGTON — Responding to congressinnal calls for a suspension of U.S. aid to Russia because of the spying affair, Secretary of State Warren M. Christopher said Thursday the fundamental purpose of the istance was not charity, but to serve the U.S. national interest.

Mr. Christopher, told the House Foreign Affairs Committee that the reported spying for Russia by a CIA official, Aldrich Hazen Ames, and his wife, emphasized that there were "still forces at work in Russia nconsistent with reform."

But he said: "American assistance is not charity. We do it because it is in the interest of the United States and for no other reason." He said the aim was to promote political, economic and foreign policy reform

Mr. Christopher was awaiting a reply from Moscow to a U.S. demand that Russians involved in the alleged espionage be withdrawn from Washington. As of Thursday morning, the Russians had not responded. an administration official said. Representative Benjamin A. Gilman, Republican of

New York, told Mr. Christopher at the committee bearing that the arrest of the Ames couple this week "could scriously affect the future of U.S. foreign assistance to Russia." "It is ironic that, given the high levels of assistance

that Russia has sought from the United States and other donors, they could still find the money to pay for this spy," Mr. Gilman said.

He called for assurance that U.S. aid did not "somehow permit this operation to continue long after

Russia should have shut it down on its own."

Earlier the Senate Republican leader. Bob Dole of Kansas, called for a halt to aid to Moscow unless the Russians cooperate in the Ames prosecution and stop spy activities in the United States.

Senator Dennis DeConcini, Democrat of Arizona. chairman of the Senate Select Committee on Intellience, and other lawmakers joined in the call for an

Attorney General Janet Reno said Thursday that she had "expressed our serious concern about the matter" in a meeting Wednesday with eight Russian officials, including General Sabir Kekhlerov, the first deputy prosecutor. They acknowledged my concern." Ms. Reno said.

In Moscow, the Itar-Tass agency reported that the United States was sending a high-level CIA delegation to Moscow "in the coming days" to discuss the Ames case with Russian intelligence officials. U.S. officials in Washington did not confirm the report.

President Bill Clinton, meantime, sought to strike a balance between tough talk and assurances that the case would not disturb the post-Cold War thaw in U.S.-Russian relations.

He characterized the case as a very serious security breach, but he said it did not undermine the policy toward the government and "the forces of change in

"The relationship is bigger than handling this espionage case," Mike McCurry, the State Department spokesman, said. While the United States is demanding a serious response from Moscow, be added, "we have manifest interests that go far beyond this particu-(AP. Rewers)

### \* POLITICAL NOTES\*

### Investigator is Named on Foster Suicide

WASHINGTON - The special counsel investigating the realestate investments of President Bill Clintoo and his wife, Hillary Rodham Clinton, has announced the hiring of a former New York prosecutor to lead an investigation into the events relating to the suicide last summer of the White House deputy counsel, Vincent W.

The independent counsel, Robert B. Fiske Jr., said in a written statement that Roderick C. Lankler would open a Washington office in investigate Mr. Foster's death. Must of the other seven lawyers hired by Mr. Fiske are current or former prosecutors or have backgrounds in investigating financial crimes. They will be based in Little Rock, Arkansas.

At the time of his death on July 20, Mr. Foster was the Clintons' personal lawyer. He was working on a blind trust for them and had recently prepared three years of delinqueat corporate tax returns nn the Whitewater Development Corp., a company jointly owned by the Clintons and James McDougal, the owner of Madison Guaranty.

and his former wife, Susan.

Mr. Lankler was chief of the trial division of the Manhattan District Attorney's Office under Robert M. Morgenthau and then wnrked as a special state prosecutor investigating allegations of corruption in the criminal justice system.

As a private attorney since 1984, he served on a commission investigating police corruption.

### Three Stars for General? Or a Demotion?

WASHINGTON - Over the objections of at least one senator. the White House has recommended that the air force general who directed the allied air campaign against Iraq be retired as a three-star officer, rather than being demoted for improper interference with a promotion board.

Lieutenant General Buster C. Glosson was admonished last year by the secretary of the air force, Sheila E. Widnall, after an investigatinn determined that he had improperly intervened with a promotion board to try to block the advancement of a lower-ranking general.

General Glosson, 51, has vigorously denied the findings, which were made by the inspector general of the Defense Department and the inspector general of the air force. But the incident was serious

enough in end his chances for primotion.

Senatir Charles E. Grassley, Republican if Iowa, who has been a frequent critic of military spending, is challenging the White House decisinn to retire General Glosson at his three-star rank,

The Senate, which must approve the appointments of all officers to three- and four-star grades, must also approve the retirements of officers at those levels.

### D.C. Mayor Takes Makeup Without Biush

WASHINGTON - The District of Columbia mayor, Sharon Pratt Kelly, is spending city money on a professional makeup artist, and other elected officials are questinning how she can spend public funds nn her personal appearance.

A city contract allowed the makeup artist, Julie A. Rodgers Edwards, to receive as much as \$5,000 for the eight months that ended in September. Another city contract will pay her as much as \$9,000 for the 12 months ending this September. Ms. Rodgers-Edwards is paid \$65 an hour to apply makeup for the

mayor for all cable television productions, photo sessions and public appearances, according to the current contract.

The mayor said that Ms. Rodgers-Edwards's services, paid out of fees on cable service, were available to anyone appearing on District cable shows.

### Quote/Unquote

IN MILAN

100%

President Clinton, commenting on possible implications of the case of a career CIA officer accused of selling U.S. national security secrets to Moscow; "I do not think the facts of this case at this time undermine in any way shape or form the policy we have followed the last year toward President Yeltsin and his government and the forces of change in Russia."



Danny Rolling entering court in Florida, where jury selection for his sentencing continued.

### **Away From Politics**

· Lorena Bobbitt should be released from the Virginia state mental hospital where she has been confined since ber acquittal on Jan. 21 on charges of cutting off her hasband's pents, psychiatrists say. The recommendation to Prince William, Virginia, Circuit Court is likely to result in her release from the hospital on Monday after a court hearing.

her attorneys and other legal sources said. e Presecutors went to court to stop a man who killed five college students from earning money on the life story he wants to tell with his fiance. A motion was filed in Circuit Court in Starke, Florida, secking a lien against any profits carned by Danny Rolling, an inmate at Florida State Prison.

 A confessed marker conspirator and drug traf-ficker testified that he relayed an order from Co-lombia to kill Manuel de Dios Unanue, the crusading anti-drug journalist who was killed in New York two years ago. The directive to kill the journalist, he said, had originated with a leader of the Call cocaine cartel in Colombia because Mr. de Dies "was publishing a whole lot of things about the people in Cali."

The number case against 11 Branch Davidians has gone to the jury in San Antonio, Texas, after seven

weeks of trial that encompassed 130 witnesses and nearly 1,500 pieces of evidence.

• A lawsuit filed by 47 midshipmen who sought to block the U.S. Navy's investigation of possible cheating by students at the U.S. Naval Academy has been dismissed. The midshipmen had objected to the use of a Houor Review Board, led by Rear Admiral Richard C. Allen, to review the cases of more than 100 students accused of cheating. The ruling allowed the Allen panel to begin its sched-uled review of the allegations on Thursday.

When it comes to last-ditch file-saving efforts, elderly people prefer to die peacefully unless the odds are clearly in their favor, a study suggests. Dr. Donald J. Murphy said: "It's not the life-sustaining machinery that intimidates them. They just don't want to be on it for any length of time if the prognosis is poor." The study was conducted at the Senior Citizen's Health Center at Presbyterian-St. Luke's Medical Center in Denver.

• A jusy in New York City began its first full day of deliberations on Thursday in the World Trade Center bombing trial to determine who launched

WP, AP, NYT, Reides

## On Japan Trade, **Bradley Asserts**

"I mean, it's kind of Japan-bashing for domestic constituency," the senator said, "without regard to the long-term strategie interests of the country, not even achieving the

Mr. Bradley, an outspoken advo-cate of free trade, has occasionally weighed in with a dissenting Democratic voice on a range of policy issues. He is one of the administration's most reliable backers in the Senate, however, and has rarely so

He said that by allowing trade talks with Japan to collapse two weeks ago and threatening retaliation, the United States risked undermining Prime Minister Mori-hiro Hosokawa's nescent efforts at internal reforms that could open markets and strengthen the Japa-

Mr. Bradley said that by insist-ing on specific numerical bench-marks to show whether Japan was opening various markets to goods from the United States and other countries, the White House could force Mr. Hosokawa into greater reliance on the labyrinthine Japa-nese bureaucracy, which has resist-

# Clinton Off Base New York Times Service WASHINGTON - In an un-

usually pointed rebuke of his own party's leader, Senator Bill Bradley of New Jersey has asserted that President Bill Clinton's hard line on Japan trade policy is "gratuitous brinkmanship" that puts the longterm economie and strategie interests of the United States at risk in pursuit of domestic political gain.

short-term objective, which is get-ting the bilateral trade deficit down."

sharply criticized Mr. Clinton.

# House Assails Black Leader's Talk

WASHINGTON—The House of Representa-tives has condemned as "ourrageous hate-monger-ing" a speech that Khalid Abdul Muhammad, a Nation of Islam leader, delivered at a New Jersey

college last November.

The resolution denouncing the speech was adopted, 361 to 34, on Wednesday, after a debate pitting concerns about hateful remarks against.

wornes about free speech.

"When freedom of speech is abused in a vile and vicious way" it must be condemned, said Representative Tom Lantos, Democrat of California, a Jewish refugee from Hungary who sponsored the

Representative Don Edwards, also a California Democrat; said Congress should not be in the business of condemning speeches. In a Nov. 29 speech, Mr. Mnhammad had called

Jews "bloodsnekers of the black nation." Most of the resolution's opponents, both white and black, expressed concern about Congress condemning a speech.

A group of 29 lawmakers voted "present," meaning they went on record as neither approving nor opposing the measure. Voting present was Kweisi Mfume, Democrat of Maryland, the chairman of the Congressional Black Caucus.

Earlier this month, the Senate condemned Mr. Muhammad's speech, 97 to 0.

# Obesity Is Going to Have Its Day in Court

WASHINGTON - Deborah Birdwell wanted to see the movie. "Jurassic Park," but she was too flarge to fit into the seats and the theater would not let her bring her

So, in a test of the Americans with Disabilities Act, the Tennesisee woman has gone to court to my to force theaters to accommodate

"We're sort of the last group of people that society has said, Well, it's O.K. to hurt these people," said Ms. Birdwell, who at 5-feet-4 weighs 360 pounds (1.6 meters, 163 kilograms). "That has to stop." In November, the government declared that people who are ex-

tremely obese are protected from discrimination under the disabilities act regardless of whether the will total \$1.5 million.

Ms. Rindwell, 38, of Cookeville, has been overweight since child-

and, the Equal Employment Op ashamed that she became a rectuse portunity Commission said that "I had just hibernated," she said. "morbid obesity" from any cause Then last summer, she took her qualified. Morbid obesity is a med-niece to see "Jurassic Park." She

act - that public places must ac-

In a lawsuit filed in U.S. District Court in Cookeville, Tennessee, Ms. Birdwell is asking that Car-mike Cinemas immediately be forced to accommodate obese pa-trons. She also seeks unspecified

Previously, only people whose hood, and obesity runs in her family. She sought escape in the mov-

employment lawsuit in Rhode Is- for the sears. She said she was so

ical term that means 100 percent called the theater, explained her over normal weight.

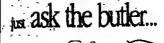
Ms. Birdwell will become the could sit in her own chair in the first person to test that ruling under wheelchair section, out of the way. another provision of the disabilities. A woman on the phone said yes. But the suit alleges that the the-

protected. But in a brief filed in an ies, but in 1991 became too large several minutes of public harangu-employment lawsuit in Rhode Is- for the seats. She said she was so ing, an embarrassed Ms. Birdwell land, the Equal Employment Op- ashamed that she became a recluse.

The disabilities act requires that Then last summer, she took her public places accommodate anyone niece to see "Jurassic Park." She with a physical condition that with a physical condition that "substantially limits a major life

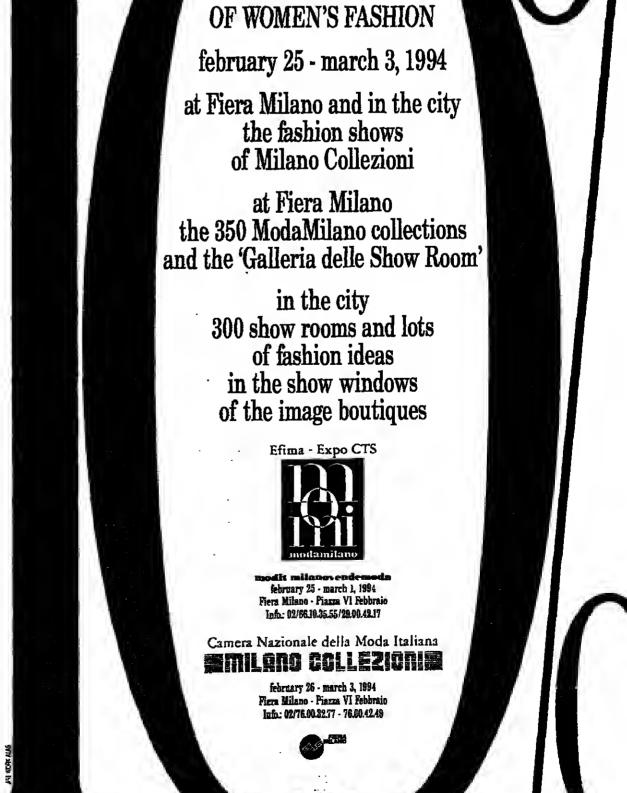
activity."

And obese people are now de Ms. Birdwell's attorney, Jim Goodman of the Persons with Disabilcommodate the disabled. For her, after manager, Dewey Dodson, ities Law Center in Atlanta. He that means a big enough theater spotted Ms. Birdwell in line and also is preparing a lawsuit against yelled that she could not bring in an airline that charged an obese the chair, calling it a fire hazard customer for two seats because she that violated theater policy. After couldn't fit in one,









# Breaking the Embassy Logjam YELTSIN:

# Clinton to Fill London, Delhi and Riyadh Jobs

By Steven Greenhouse New York Times Service

WASHINGTON - Facing criticism for being slow to name ambassadors to several major countries, President Bill Clinton will soon name envoys to India. Britain and Saudi Arabia, according to administration

In an effort to break the logiam that has delayed numerous appointments, the president plans to name Stephen J. Solarz, the former congressman from New York, to be ambassador to India, and William J. Crowe Jr., retired admiral and chairman of the Joint Chiefs of Staff in 1935-89, to be ambassador to Britain. Ray Mabus, the former governor of Mississippi, will be named ambassador to Saudi Arabia, officials

Mr. Solarz's nomination has been delayed for more than four months because of an FBI investigation into his efforts to obtain a visa for a Hong Kong executive with a criminal record. Last month, that investigation

was ended, with no charges brought. Mr. Solarz, a Democrat, lost a re-election bid in 1992 after the congressional district be had represented since 1975 was redrawn. Respected for his expertise in foreign policy, he was a member of the House Foreign Affairs Committee and chairman of its subittee on Asian and Pacific Affairs.

According to one administration official, Mr. Clinton has filed formal papers with the State Department expressing his intention to nominate Mr. Solarz.

State Department officials said, however, that before the president made a formal nomination, India must first approve the name. This is widely seen as a security, more confidence in the

the Vietnam War.

During the aproar over Mr. Chaton's efforts to stay of the criticisms "divisive and peripheral."

At a party held in Washington last weekend to mark

Mr. Mabus was a vigorous supporter of Mr. Clinton

### SERBS: 'We'd Rather Drive Mercedeses Than Tanks'

Serbia, and Mr. Karadzic favor the

division of Bosnia into Muslim, Croatian and Serbian states, Serbian officials said, but they are prepared to countenance a union of three republics provided that the republics have the right to secede

The Serbs appear to have no deep reservations about the idea of a Muslim-Croatian federation in Bosnia, which has been suggested by Washington; they seem coninced in any case that neither the Muslims nor the Croats really want

There are enormous difficulties

Moreover, the Serbs' position on

"Sarajevo itself must be cut in half," said Colonel Komnen Zarkovic, a senior military official for with the Serbian position. Al- the Bosnian Serbs. The Muslims

Admiral Crowe, one of the most senior military figures to back Mr. Clinton in the 1992 campaign, lent him a much-needed military endorsement when he was under fire for his efforts to avoid service during

out of the armed services, Admiral Crowe called many

the admiral's 40th wedding anniversary, be invited his guests to visit him once he became ambassador to Britain, one of the most important and prestigious diplomatic posts.

in 1992 and, like the president, was considered one of the new breed of young, mainstream Democratic governors. He was governor of Mississippi from 1988 to 1992, losing a race for re-election in November 1991 to

tions continue to favor a single state in Bosnia and Herzegovina, which is after all what the world recognized two years ago.

Sarajevo, the capital, seems rigid. They want an immediate large increase in UN troops — perhaps an additional 3,000 soldiers — to police front lines. They also insist on a two-year administration of the city by the United Nations, followed by its formal division into separate Serbian and Muslim administrations.

though the Bosnian government is can have a corridor out, probably

divided on the issue, influential fac- to the northwest, and we will give them other territory in return."

Mr. Izetbegovic's government refuses even to discuss dividing Sara
opening to the West.

On Thursday, Mr. Yeltsin restated his determination to pursue eco-

> The Serbs also argue that the forced removal of hundreds of thousands of people during the war cannot be reversed.

That would mean, for example, that Serbian-held towns like Zvornik, Visegrad and Foca, where Muslim populations were far larger before the war and which the government wants to regain, would remain in Serbian hands.

But if an international conference accepts this, it would appear to condone the brutal, mainly Serbian policy of "ethnic cleansing" that has characterized the war.

# Nationalistic Turn

Continued from Page 1

speeches, Mr. Yeltsin never landed Russia's democratization. "Yes, there is more freedom in the country," he said. "But this is not enough. Our task is to make sure that Russia has more justice, more present day and in the future."

Vladimir Kozhemyakin, a centrist deputy who attended the speech, said several hard-line Communists around him joked that Mr. Yeltsin had stolen much of his speech from their party platform. But if the president hoped to win support from the Communist- and tionalist-dominated parliament elected in December, he seemed to have failed. His arrival and speech were greeted by tepid applause. and many depoties dismissed his remarks as a mixture of empty words and Soviet-style lecturing.

Mr. Yeltsin appealed repeatedly for cooperation between the parliament and executive branch. Calling it an unacceptable brake on reform he dissolved the previous parliacalled in tanks to end its resistance. But the new parliament elected Dec. 12 has proven equally suspicious of his market reforms and his

nomic reforms and to fight inflation, a major concern of the reformers who left his government last month. But much of his address seemed aimed at allaying conservatives' concerns about a weakened and humiliated Russia.

In 1994, we must put an end to the misguided practice of making unilateral concessions," Mr. Yeltsin said, promising to protect Russia's defense budget and its overseas arms markets.

He said an expansion of NATO that did not include Russia would be a "path to new threats to Europe

# METALS: Pointing the Finger in Germany's Ugly Corporate Melodrama

SITTING ON ICE — Russian fishermen waiting for the big one to bite on the frozen Sex of Japan near the Far Eastern Russian city of Vladivostok. Thousands of Russians head for the ice on the weekend to go fishing in an effort to supplement their income.

Continued from Page 1

ratify a 3.4 billion-mark rescue package for the company, Mr. Schmitz said it was "aheer non-sense to present things now as though "the banks' had known about this game of roulette and promoted it, and that, with a guilty con-science, they therefore quickly appointed a new

management."

Mr. Schmitz said at the meeting that in autumn 1992, Metallgesellschaft wished to offer their so-called risk-management products in the oil sector to customers of Deutsche Bank in other words, it was purely a matter of refer-

Both he and Hilmar Kopper, chairman of the board of Deutsche Bank, said that no binding agreements had come about and that not a single deal had materialized between MG Corp. and a Deutsche Bank client.

Mr. Kopper said in an interview the bank's cooperation with MG Corp. on oil hedging was "absolutely normal" and unrelated to the problems that surfaced later in 1993. Deutsche Bank owns 10.65 percent of Metallgesellschaft

On several key issues raised by Mr. Schim-melbusch, he and Mr. Schmitz offered starkly differing versions of events,

Mr. Schimmelbusch, for example, contended that in a meeting with Mr. Schmitz as early as last May, "it was clear to me that my career at Metallgesellschaft was coming to an end." He said Mr. Schmitz had told him that his five-year contract would not be renewed at the supervisory board meeting last July. "I objected to this treatment and asked why," he said. "Mr. Schmitz was vague and did not give me a real

Mr. Schmitz said Thursday that he postponed the decision on Mr. Schimmelbusch's contract until November because of his akepticism "based on the company's operating situation in various sectors.

He added that in November, when the contract was renewed, "there were no indications learned that Mr. Ames was about to take a of grave misconduct by Mr. Schimmelbosch." work with the CIA's counternarcotics center. accusation on Thursday that Mr. Schimmel-

Mr. Schmitz said that from May 27 on, he requested and received minutes of Metallge sellschaft's board meetings that "had been censored in important passages such that they did not correspond to the actual course of the

Mr. Schimmelbusch denied that there had been any deception and said that he objected to providing the full minutes partly because he perceived a conflict of interest. We were discussing project finance and our dealings with other banks, competitors of Deutsche Bank,"

Mr. Schimmelbusch recalled that last summer he was asked by Mr. Schmitz to have auditors KPMG flank Arthur Andersen in examining the books of MG Corp., including the New York oil futures trading operation. He said both auditors reported in late October that the business would show a profit for the fiscal-year to last Sept. 30, although KPMG wanted a higher provision against possible losses. This

on hypothetical profits from the expanded and a light was a light with the company of the compan

on hypothetical proms from the capanisms.

Mr. Schmitz said that as late as Nov. 19 Mr.

Schmitz said that as late as Nov. 19 Mr.

Schmitz said that as late as Nov. 19 Mr.

Schmitz said that as late as Nov. 19 Mr.

Schmitz said that as late as Nov. 19 Mr.

Schmitz said that as late as Nov. 19 Mr.

Schmitz said that as late as Nov. 19 Mr.

Schmitz said that as late as Nov. 19 Mr.

Schmitz said that as late as Nov. 19 Mr.

Schmitz said that as late as Nov. 19 Mr.

Schmitz said that as late as Nov. 19 Mr.

Schmitz said that as late as Nov. 19 Mr.

Schmitz said that as late as Nov. 19 Mr.

Schmitz said that as late as Nov. 19 Mr.

Schmitz said that as late as Nov. 19 Mr.

Schmitz said that as late as Nov. 19 Mr.

Schmitz said that as late as Nov. 19 Mr.

Schmitz said that as late as Nov. 19 Mr.

Schmitz said that as late as Nov. 19 Mr.

Schmitz said that as late as Nov. 19 Mr.

Schmitz said that as late as Nov. 19 Mr.

Schmitz said that as late as Nov. 19 Mr.

Schmitz said that as late as Nov. 19 Mr.

Schmitz said that as late as Nov. 19 Mr.

Schmitz said that as late as Nov. 19 Mr.

Schmitz said that as late as Nov. 19 Mr.

Schmitz said that as late as Nov. 19 Mr.

Schmitz said that as late as Nov. 19 Mr.

Schmitz said that as late as Nov. 19 Mr.

Schmitz said that as late as Nov. 19 Mr.

Schmitz said that as late as Nov. 19 Mr.

Schmitz said that as late as Nov. 19 Mr.

Schmitz said that as late as Nov. 19 Mr.

Schmitz said that as late as Nov. 19 Mr.

Schmitz said that as late as Nov. 19 Mr.

Schmitz said that as late as Nov. 19 Mr.

Schmitz said that as late as Nov. 19 Mr.

Schmitz said that as late as Nov. 19 Mr.

Schmitz said that as late as Nov. 19 Mr.

Schmitz said that as late as Nov. 19 Mr.

Schmitz said that as late as Nov. 19 Mr.

Schmitz said that as late as Nov. 19 Mr.

Schmitz said that as late as Nov. 19 Mr.

Schmitz said that as late as Nov. 19 Mr.

Schmitz said that as late as Nov. 19 Mr.

Schmitz said that as late as Nov. 19 Mr.

Schmitz said that as late as Nov. 19 Mr.

Schmitz said that as late

I immediately called Mr. Schmitz and told him I needed to see him, he said, then I worked day and night to find out the precise dimension of our futures position in New York and the effect it might have on our profit and

On Dec. 3, he recalled telling Mr. Schmitz of

busch and his managers deceived the supervisor the liquidity problems and offered to go to recovery board with deliberately fabrified information and offered to go to recovery board with deliberately fabrified information. He estimated the potential loss could be kept to around \$200 million.

Among the possible solutions was a discus-Among the possible scatteries was a discussion he had with executives of the Kuwait Petroleum Corp. in London to explore a deal under which the oil company would acquire the 20 percent-share stake in Metallgesellschaft held by the Kuwait Investment Authority and

their organize a long-term oil supply contract.
Mr. Schmitz responded that the \$200 million figure was never mentioned, although he confirmed that Mr. Schmmelbusch had offered to go to New York to manage the oil position. He rejected the offer because "by that time it was clear that it was impossible to extinguish fire

after the Dec: 3 meeting, he offered to resign, but was told to stay on by Mr. Schmitz. Then, all Dec. 15, he and five other Metallgesellschaft

Mr. Schmitz confirmed that Mr. Schimmel would have resulted in a 23-million mark prof , butch had officied to leave Metallesselschaft it. before he dismissed him. "He wanted to resign Mr. Schmitz replied that KPMG find not." Sit favorable terms to leave the company with deliver its report until "only recently," although him and a pension, but it was clear to me I he confirmed that the Arthur Andersen preliminary and the only recently although the do this because the shareholders nary and t showed a consolidated profit based twentiding live lived it." Mr. Schmitz recalled.

- Just coll us ··· today est sover an expense of 05-45 master to a

Hondpicked quality operationes, of sizes, Poris and subsets, CAPTIALE PARTNESS lat. (1) 46 14 62 1), (op. (6) 4772 30 96.

HEST LOUIS & PLACE DES VOSGES Lavary lorge studio & superb 2-rocks appriment. Let 1-46-34 19-25.

LATEN CHARTER, Inte flat, 2 rooms, lithen/both, sonry, verw, heating. Owner Tal: 1-43 54 65 69.

2nd, BONNE, NOUVELLE, 3. BOOMS 80 sq.m., 5th Scior, 17,500, Min 6 may. Tal: South of France 90 72 21 54.

15th: 2 ROOMS + bitchen + butt. F5,500 per month, oil included. Short or long term. Tel: 1-42 50 87 40: "

7th, INVALIDES, studio 25 septi, luio-rious, surny, colm, F5,500 net. Tel. 1, 4548 2283, Blass - 2pm /offer 9,50pm

15th, PEIX FAIRE, splendid studies fully equipped including phone, cold TV/VCR, bad input. Tet 1-30:52:90:775

PARIS AREA UNIFURNISHED

SPECIACIEAR VIEW over Yellerian from the Louise to Elife! Tower, 220 np.m., perfect condition, 5 bedroom, 730,000 + hepries, Available April 1st. No agent, Col. 1-42 60 80 15.

IST - PLACE VIEW TO Support Delicing, Col. 1, 1913, 1914,

LOS ERRORIMOS APARTAISMES Moisto, 7 Mochrid Between Frede Museum & Berline Port. Finast excitote of traditional fermione. Doily Musely Mostly Ports. Reservations. Let Pt. 11 2002/PT You. Sci. 11 2002/PT You. Soft J. 224458 7 PLAZA DE ESPANA APARTAISMES. In the Jecut of Mocked High-claim studies to let. Doily weakly, monthly reduce. Tel. 24.154 25 25. Fee: 341.564.86.00

PLAZA BASILICA APARTANDUS 27. Conunduste Zerite Modrid Socialisti ettis Riscacci & Issancus core. 'A vidire' & methodo styla. Doly Weether Monthly rotes. Reservations - Tal (98-1) 5353642. For: (34-1) 5351497.

# SPY: 7-Year Investigation Was Incomplete When Arrests Had to Be Made

Continued from Page 1

tions failed during one two-year period, sources

Skip Brandon, who until January served as deputy director of the FBI's intelligence division and helped supervise the Ames investigation, confirmed that one of the events that first tipped off the bureau to the possibility of a double agent within the CIA was the escape of the former agent Edward Lee Howard to the

Mr. Howard fled his home outside Santa Fe, New Mexico, in 1985 while under FBI surveillance. FBI officials were suspicious that he had been tipped off "from day one," Mr. Brandon

Mr. Howard gave Moscow information about U.S. spy operations that "virtually closed down our operations" there, one official said. Mr. Brandon said Mr. Howard's flight was a

"major event" that alarmed FBI counterintelli-gence officials. He said that the FBI had to strongly consider the possibility" that Mr. Ames was the culprit.

But be also noted that the episode did not that were puzzling and prompted bureau offi- at a Virginia bank.

cials to conclude there was a mole in the agency, Mr. Brandon said.

completed two years after Mr. Howard's defection, showed that some of the agents picked up in the preceding year "were people Howard was not aware of," one source said. "These were unexplained, unaccounted for problems with operations," an intelligence source said, "You always have some attrition. But this went well beyond that. Eddie Lee Howard's compromise dn't explain it all.

subsequently began a general investigation "into what had become a nagging worry" - a spicion of internal betrayal.

Although Mr. Ames did not have a high profile inside the agency, several of his actions should have caught the attention of his colleagues, his superiors or the agency's own counterintelligence operation, according to former officials. His August 1985 marriage to Maria del Rosario Dupuy, a Colombian-born former cultural attaché at an embassy in Mexico City, should have drawn a complete investigation one former CIA counterintelligence official said. The marriage took place within a few

EXCEPTIONAL - COUNTRYSIZE
ON PARTS DOORSTEP
38 Km fort Furn
5 min cold Bois de Vincennes & ESR
15 min Orly & Reimy Airports by A56
Country sells (SECUP OF 2 HOUSE &
2 GAURDES, yard + parising,
MASTER HOUSE, redoms or rev,
120 sq.s. + converted only one
bosemant. Professional use possible.
91988 HOUSE bash by interactionally recovered orbital Plant HELD, LOFT
STILE, 210 sq.s.
No or Mrs Preson Tel. Isomes (1) 43 94
71 6U. Office (1) 48 77 57 65.
Fox: (1) 43 94 72 89.

PARIS XVI
AUGUSTE VACCUEUE STREET
new to the Change Byses and
he Are do Tricephe, stadio for side,
53 st.m. in a beautiful balding and
quet sires. Price FF 1,800,000.
Visit any day, Please contact.
Once investment and Treat Ltd.,
25 new de Carretpoulet, Geneva.
Switzerfund. Tek. +41-22-731-48-95
Fox. +41-22-731-48-95

NEULLY, BOIS

Learnous, spectocifor view, son, 4th floor, I bedroom, 82 st.m.
+ 9 st.m. kernac, double fiving room, "Boserie", parking, cellar, mod 1 room loptional, fully equipped limber.
Direct owner. URGENT SAE.
F3.7 Million. Tal. (33-1) 47 27 27 00

PARCS 16th, MURAMEAU, 6 rooms, ground 168 st.m., oil comforts, free stone, P3,500,000, Teb 145 77 21 21

A CIA damage assessment in early 1987, The agency was concerned enough in June 1993 to search Mr. Ames's work area in the

A source involved in the inquiry said the FBI

MOUGRES, PRESTIGIOUS & RESIDENTIAL, 7 kms Capries Crossette, 8or
LAND 6,200 se,m., with building permission for 540 seu,m., possibility 700
seu,m. VIEW 58A & MOUNTAINS,
FF4,500,000, Tel, (23) 93 74 60 37
MONACO AT THE DOOR 518P, 3room flot, 65 seus, + logges with
pontrorms view, portung, in presisignas VILLA MEDICIS in Sees Solel,
FF7,570,000, megraciole. Conver letFors (33-1) 4241 4713 four 4225 0449
CANNES - IDEAL PRED A TESIDS.
1-bestroom, serview, near crossets,
beach, shops, FF,300,000, Colf Milla
Ag, Mura. Tel 9347243 four 9345850

TTALY

Umbrio, near Yodi.
Umbrio Really selfs old country houses and farms to be restored. Recessor procs. Col. in English (1946) 881 6279, or in Indian tel/fox (39-742) 98811.

HISTORIC ROWE, survy 2 story pert-bouse with terroze, restored, 50 sq.m. Call (39-6) 5835873. 8-9 c.m.

PARIS & SUBURBS

PLACE DES VOSGES

Several sources said Mr. Ames may have set investigators on the wrong track by passing routine polygraph examinations in 1986 and 1991. But another official said that shortly after the second exam, a review of his finances turned up evidence of some of the deposits. totaline more than \$1 million, that investigators eventually concluded were supplied by the So-

counternarcotics center. At that time they found documents dealing with the Soviet Union that had no relationship to his job. Some of the Soviet-related classified documents, the court papers said, were dated after Mr. Ames had been reassigned, raising the question of how be obtained them. A full investigation apparently was then un-

dertaken, including tapping telephones, physical surveillance and placement of a video camera across from the Ames home. In October 1993, a search of his trash turned up more incriminating evidence, according to the court

The arrest was made because FBI agents



- 5th, on place ST GERMAIN DES PRES small charming Bd, view. FT3,500,000 - 8th, on one MCN/TAGNE original pred a tore, view. F6,000,000. Agence MCN/TAIGNE Tel. [1] 47 20 64 28 LATIN GUARTER, RLE DE SERNE. DUPLES, old building, Parinton charm, 124 Sc.m. open view, bright, F4,500,000. Owner tel. 1:37 75 90 32 ROUN CORP. TS on the 1-38 75 90 32 ROUN CORP. TS on the 124 School Corp. BOULOGNE 75 sq.m. bright 2-bedroom flot, fully ractors, purpost, modelings, firestones. PT 700,000. Maid's rocess possible. Tel. [1] 41 10 98 09

8th, FAUBOURG ST HONORE
On most "Foreign" street,
freestore corner building, 5th Hoor,
elevator, 135 sc.m. server, beloser,
eNTER UBBS. Tel: (1) 45 61 77 77
Fox: (1) 45 61 03 74 MONACO PRINCEPALITY OF MONACO
45 sq.m. one room oppriment, close
the beaches, beachful see view.
Entirely redone.

NEURLY - ST JAMES Begant 7 rooms, crowed 200 sp.m., 3rd & top floors, greenery, mod's room, son, Forting, Possibility terroom Tel. (1) 46 25 49 34 PARK AGENCE Le Park Police 25 Avenue de la Casto MC 98000 Monte-Carlo Tek 93 25 15 00. Fase 93 25 35 33 SAINT GERMAIN

Tel: 1-47 04 76 76 Fee: 1-45 53 07 03 MONTE CARLO de, BDEAL MED A TRIBLE, decr Odeon, DUPLEK, 70 styra, beams, fraplace, 2 boths, equipped bitches, parter condition. Direct owner. Tel-thy of 35 m st. MONTE-CARLO STAR, focing the sec, for sole, superb 1 bedroom operanent, 73 stars, loggic, storage room and parties storage.

166, JASMIN, 3 ROOMS

**Looking for** 

property in

SWITZERLAND

SWISS REAL ESTATE Switzerland?

LUXURY CHALET

12 hours from Geneva, 10 manufes from Villars.

Creating professionally decorated chaird. Six bedrooms

3 halmoons, tuly equipped lighten, 65 sign living more with freplace. Multiple terraces and decist, Gentlen.

Starring were of the Dents do Mid, the Alps and the

Valles du Rhône. Al ressonable olless accepted.

MAGEDI 97. de comboto high class balds FTI £00,000. Tel: (1) 42 22 56 96 Tel 33-72 16 59 59 Fee: 33-93 50 19-42

PALMA, de Malleren, residential area, felly formatied appriment, 80 sq.m., 2 bearcount, labries with sepaparent, beatroost, garage, 57:250,000 respo-tiable, Fax + 31-3451-13888/0008 NL SWITZERLAND

LAKE SENERA A Mountain resorts

Sole to furniquest authorized, our specially since 1973 when APARTMENTS CHALETS in MONTREUX, VILLAUS, ETSIN, 125 DIABLESTS, GSTAAD, CRANS-MONTANA, VERSER, etc., Frost SFr. 200,000.- (Montgagus) 227AC S.A.

52, Menthribeat, CH-1211 Geneve 2 1of 4122-734 15 40. Fex 734 12 20

LUXURY VILLA Overlooking Lake Lugano
Sun Trap Location. Magnificent
Fonorate: View. Inside Swinning
Pool. Air Conditioned Large Solon
with Sim x 2m Fother Window,
Study, 3 Bedrooms, 3 Bedrooms,
Independent guest operations.
Well established gention with grape
vines, for trees, law, polar less cir.
Act SAIR OR ESNY
Foreigners Con Bays. Repty Box 3337,
11-17, 72521 Neetly Cadox, France.

USA GENERAL

ARIZONA OPPORTUNITY
Own/operate beautiful US land, Great
for business/serure, 400 core sites from
US\$160,000, lessing-outout/forurosic srfc.
Write 88, Box 63, Lurgo, R. 3467,
Let 813.544.8116 fox.813.545-1377 USA

USA RESIDENTIAL

WASHINGTON ON SALE
Dos's woit for Overry blossoms and
deffordis. For perchase or sale of simple
pied a terre or fire home, coelect
PAMELA JANE BUTLER now
Tel: 202-295-1402 Fore: 202-363-4600
Weichert, Shareson & Luchs.

LOS ANGELPS, CALIFORNIA Archivol subs or learns its Militian polisievel house. Suismically soond, 1 block por from 8555 Sorrest Bird. View, high wood onlings, fraplocas, harroom, months bedroom, wolkier closes, denfiguest room, desing room, Ar gorden level: 2 bearborn subs or it desired, code! be used as office with access from Scrael Bird. \$675,000 - \$3,000.

The street Bird. \$675,000 - \$3,000.

The street Bird. \$675,000 - \$3,000.

RNCIME PRODUCING PROPRETY and/or RESIDENCE overlooking the CARBEAN, in the U.S. VIRGIN SLAVES, Excellent retrain, proven over many years, or sofe, ever appreciating those property. For sale by owner, U.S. \$227,000.00
PO Box 11074, 9, Thomas, USV 00801
LISA or Tel: 807-776-7666
or Fax: Jerry Brauer, 807-774-7766

MC/RMs Ave -50's

DOUGLAS ELLIMAN

MAUI HAWAH, OCEANFRONT Condex \$20,000+ down/full price \$140,000+, In-bosse finguing - so qualifying. Call 24 boss. Tek \$88.665-0660/forc \$08.669-1226 USA MASSACHISETTS prime location, 30 m. Baston, 7 yr Colornol, 8 rooms, 4 bedrooms, 25 beffs, garage, \$2076 Fee: \$39463-9490 Tel: \$18-622-8980

AUSTRALIA

FRENCH RIVIERA' ... GET INTERNATIONAL, established 15 years, The Estate Agents on the French Inviers, others a wide chaice physicoperies for roof it for sofe. Cap of Antibod. Amilion. Moore cab. Jacophilms on CSS 93 34 05 76. Fox (33)93-34 14 23. CERMANY

MUNICH APPARTEMENT Tet. +49-89-620 39-0 Fee 620 39-614

GREAT BRITAIN CHARMING IOBGHTSBRIDGE Roc gaint garden sparis, lorge double barboon, fully lornished, oil American catenities, including for mochine. All lit of 6 mouths fee. 44 (QP) 301 0534 REMISINGUOM CHELSEA. Exquet se-lacion of quelty properies £180-901 per week, Bartistey International. Tel. IK 71 792 1861 Fee. 71 243 8034 1-CENDOM INDERCONSTRUCT.

UK 77 792 1801 Fex 71 243 8034

LONDON-JONESTISSERIUGE, Folsolous & sispont privote apportunit, 140 san, 2 balles, neviced daily, need to Florends From 851/right, 14 78 501 0815

KNGCHISSERIUGE ESP/day Incury flats need Florrock, ESS/day in Kannegaton, 1ek 71 835-1611 Fex 71 373-0336

MAYFARY KENSINGTON limitrous 1.5 bad flats/licuous short/loigs lets from (250 per week, 1ak, 44 71 493-3640) HOLLAND

AAKSTERDAM CERTER
In a stably monuter
Sysia, very lounious, completely
restored eportments, chost 89-200 sq.as,
2 to 4 backnown, of equipped with
2 bethrooms, 2 tolles, a hidden
with equipment, a belonge or terrors.
Bevolor present in presigious holi.
Bert poots, depending on size and
division, DPL 2000-6000 me aschaine.
Postably to rard a superprise
paring place in the budding.
[chomagina: The limiter, 4 Heiler IIIV
Tals (31), 20 48222227
Fear. [31], 20 46222520

ANSTERDAM CENTER, Furnished | bedroom opertment, DR. 1330/mo. net. Tel: +31.20.694777 Fox 6881374 IRELAND HISH FARMHOUSE/August Nano-voted 3 bedroom mar inc. \$2500.60 Rockland Rd., Sportill, NY 10176 USA

ITALY MEDIEVAL HOME, Spoleto Umbrio, Bezoffel spociosa llut; newly restored, double/single rooms, 1750 per month Fox UK 71-361 2053-148-71 351 2055 Fox UK 81 878 0962 Tel-81 678 1130

MONTE CARLO Very specious operitored; card depicture (1935 state.) to 600 state.] Lourness and weaptions greaters. Friendly prod. Tel. (33) 93 30 98 99 Tel. (33) 93 35 25 26 72.

PARIS AREA FURNISHED AVENUE MONTARGAE SUPERS APAILMENT, bey close besting, 780' sum. + porting. Also. SUDIO; 47' squs. 70 rose fogulier or supporting ) year minimum. Tek 1-53 67 80 30 with pasoline."
Mr. Schimmelbusch said that a few days

executives "were marched into Deutsche Bank at half-hourly intervals and fired."

. . .

. . .

なここと

CONTRACTOR OF THE PARTY OF THE

500 C 100

1977 P. -

昼じニー

22:1

At the second

been and the

5341

AC ...

本国大学の大学 Jan. . . . S:::-.

Exce.

Frederica Park Andrews And

Popular Property

A STATE OF THE STA

D = ...

side they tol free

### REAL ESTATE MARKETPLACE

FOR SALE	
BELGIUM	BAY OF CANNES PROPERTY
BRUSSELS, near Place Moiser, 85 sq.m., 2 bedrooms, botcomy, fineplace etc. for sale by owner. US\$ 159 000. Tool telephone m. to loc 0034-52-371613 gbn. Mr. Probst, Will call back.	MANDELEU - MARINA     Apartment Connex Marina     Dedrooms/terrace on both sdes. FF1,200,000.
FRENCH PROVINCES	MANDELEU - SEACH FRONT     Exclusive beach front apartment     on Marina Site.
EXCEPTIONAL OFFER PARADISE FOR SALE South of France - Hout Languedoc 40 Im from Mediterraneon soa, 450 ha	For info call: (33) 92 97 11 99
or 1125 cores (3 x Monaco) of headon, beauty & tranquility, very healthy clamate, 3,000 son hours yearly, 600-800m obstude, restored homest, pool, terms, 9 holes (natural) got course (par 34), stables, 12 horses, Rock of 400 steep, magnificent hunting ground etc Price only US\$1,600,000. Call with necticas, ower, France (33) 67 97 01 60 or Face 67 97 11 55.	ST JEAN CAP FERRAT EKCEPTICHAL, Belle Epoque villa 400 sum. Eving spoor, very noe leveled grounds with pool, see view, occass to beach. AGENCE EU LITTORIAL 51 lean Cap Ferrat Tel: 33-73 30 23 57 - 93 76 14 44 Fee: 33-93 76 12 19
LA GRANDE MOTTE MEDITERANEAN COAST Top floor of Pyronidol building 360° VEW on SEA & MOUNTAINS Owner selb High CLASS AFARTMENT 200 sq.m. + hyrrox, garage 8 parking	CANNES - CROISETTE FACING SOUTH & SEA 5 ROOMS, 180 SCAN ALL COMPORTS - OUTBURDINGS MARINA TRANSACTIONS. Tel: (33) 93 22 55 22
F4,200,000. Tel: Ports [1] 47 54 91 87	LA COLLE SUR LOUP (06

REAL ESTATE

CANNES - CROISETTE FACING SOUTH & SEA 5 ROOMS, 180 SQ.M ALL COMPORTS + OUTBUILDINGS MAJERIA TRANSACTIONS. Tel: (33) 93 22 55 22 LA COLLE SUR LOUP (06 Owner solls very beautiful old property center village, 300 sa.m., LUMIRIOUS I RARE. Gurden, pool, garrage. Justified price US3860,000. Tel: 333 93 32 25 8 or Paris (33-I) 64 14 90 50 CALLIAN (VAR), 30 mm Connes, 5 mm late: in old renovated master house, 3 apartments, 120 s.g.n., 2 bedroos, 3 225 s.g.m. gorden or boscomy, portans, SLPDB FANCISANC VEW, F970,000. V1 Tel: [33] 94 47 77 79

Very elegant pied a terre, 115 sq.m. + mad's room + parting INTER URBIS. Tel: (1) 45 63 17 77 FRANCE Méribel, at the heart of 3 Vallées

FRENCH RIVIERA

Prestige de la montagne Luxury apartments for sale at the foot of the ski-slopes in two prestigious chalet apartment developments

A protected environment, comfort and calm in the largest skiable region in the world From 70 to 200 m1 Interior architecture adapted to customers' specifications on request First class service, beautifully equipped - Duplex available Access to facilities in the adjacent Hôtel l'ANTARÈS \*\*\*\*

(swimming pool, hammam, bar, restaurants) MÉRIBEL - LE BELVÉDÈRE For further information, call:

SWITZERLAND

RUVE

**SWISS ALPS** NEW ON THE MARKET FOR SALE IN ROUGEMONT. GSTAAD VALLEY

Luxury new apartment in a magnificent chalet

of 3 apartments only

Catt: +41-29 / 4 92 73 - Fax: +41-29 / 4 92 75 FREE FOR SALE TO FOREIGNERS



Wrom Wills in Line M in at 1 state

HOME SAT, MARCH 12, 1994 AT 11 AM Very Desirable Sunset Point Location 1.91 acres w/ Spectacular Sursets & Fabulous Views, 4 BR, 3 1/2 Belfrit. Private Sandy Beach, Termis Court 26 Hr Gatehouse Security. FRIANCING FOR QUALIFIED BUYERS FOR PICTURE BROCHURE, INSPECTION & TERMS CALL(617) 357-6464

JEROME .

MANNING

U.S.A.

AUCTION

OYSTER

**HARBORS** 

CAPE COD, MA

BAYFRONT

Liberard Swiss Real Estate Broker
Cell Pierro C. Jampo et CellC
SC2 de Talto, 1998 bassign; prio Lanzano, Seltunias
Tel: 41 21/701.50.25 - Fec: 41 21/701.20.87 For Sale - Yulak (Switzerland) **CRANS-MONTANA** 1,500 m, surny, quiel, with view on the Alps, swimming pool, sauna, next to 9-hole golf course. LUXURY APARTMENTS

2-5 rooms, from SFr. 390,000 --

D. JULIEN: Tel.: 41-27-41 33 33 = Fax; 41-27-41 68 41 == FRANCE MEGEVE

Recently built 250 sq.m. chalet set in 1275 sq.m. regarden with sweeping view of Morn Blane. Sitting room with fiteplace, drawing room, terrace, 4 bedraoms (1 with fireplace), 4 boths, 2 separate Tel.: Paris (1) 44 94 85 50 - Fax: (1) 426617 34

NANTUCKET MADAKET NANTUCKET MADAKET
Traditional single-syle house wid
specicular sweet views over the occur
on 15 cares bordering a bird sendency
a 15 cares bordering a bird sendency
a business with boths including a
learness word present master bein
species bring norm separate bein
species bring norm separate
self-produce of framestime reversated or
framested in Country English enfiques
(Pyrdicuse of framestime) 1 feb (21)
927-9700 or free (212) 307-5199 USA

FIFTH AVE CONDOMINUM agaiste 2 Backroom horse in mide min craftion, high floor, top full servic uickog, magnificent marble boths of bring your suitane. Orion Shashoon 212-891-701]

NORTHWEST COMMECTICAL FREE Real Estate Journal, New Country property lestage ready for spring soles and revoks, FREE. Xierna Real Estate, (203) 868-0915 U.S.A.

CUERNSLAND, AUSTRALIA - Luminy operanent, meter vehicle included, Foot, veloc, CD Berray, Try o Sentine Court vectories in Frenchy Memorachydrae, For details and or fact fine or Sec Carry, Hong Kong (SSZ) Tel: 719 4352, for 158 2274

REAL ESTATE

TO RENT/SHARE

PARIS "BETTER THAN A HOTEL" First Protidence

OFFER YOU S

QUALITY ANAIMMENTS

Licony revisitable

Fifty equapped

Maid & Inen service

Special takes for long story

In frost of "the Sales"

Close to the Effed Towar
and "Teconham" Square

Prices storing of USS/700 per year

For forther information & receivable
and 1-6225 9501. Fact 1-6288 2991

RATOTEL EFFER TOWER OR
EURO PORTE DE VERSANLES
From studios to fine-room de lane
Dolly, weetly or monthly.
Free shalle service to
Eurodingey Land Call: 05.345.345 Tall Free or (33-1) 45 75 62 20

**Embassy Service** YOUR REAL ESTATE AGENT IN PARIS Tel: (1) 47.20.30.05

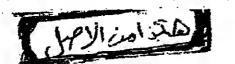
74 CHANGS BYSES CLARIDGE
ROR 1 WEEK OF MORE Figh destreet, 2 or 3-row appriment, RULY
EGUEPPD, HAMEDATE RESERVATIONS
Tel: (1) 44 12 33 33

LE VESIMET, near Loc line, NER 5 min-work, near interactional schools, MODEN HOUSE, or 2 levels, 5 bed-rosen, 3 borts, of conforts, fully composed, or open, 1,000 sq.m. gorden, PF20,000 + 'charges: Owner his (1) 30 71 37 71 or 34 29 87 27

LISA 8th-LLDCLEY DUPLEX, off Avenue Mankingse. New, heavefully furnished frieg from, drang crea, I bedroom, 12 morths bolls, modern caltern biblion, linear/states, gentles, 3 morths to 1 yr. USA Tel. 212-755-9856 USA - MANUALTAN To cent. South tul, yery species, furnished operated 1-1 bed. Printingous Park Ave editins. 3-500 meesthy, 6 months or more. Is 164 7 | 233 9250 Fax (44 7 |) 235 9192

REAL ESTATE IN AND ABOUND PARIS SPECIAL HEADING MARCH 11, 1994

ice your classified act or for more information: Contact the HIT in PARIS Tel. (33-1) 46 37 93 85 - Pare (33-1) 46 37 93 70 OR YOUR LOCAL TH.T. OFFICE OR REPRESENTATIVE



# Draws Kennedys In-Law, One of Guildford 4,

**Appeals Murder Conviction** 

By John Darnton

Kennedy family members sitting up front, three judges this week began hearing the appeal of a 1975 murder conviction brought by Pani Hill, one of the Guildford Fourwho were recently portrayed in the film "In the Name of the Father". as innocent victims of the British police and jurisprudence.

Mr. Hill's contention is that his confession to a murder in Belfast —the only evidence against him — was coerced while he was being held in the police station at Guildford, in Surrey, England, for ques-tioning over the bombing of a pab. Mr. Hill and three others were tried and convicted of the bomb-ing, which killed five people. They were released in 1989 after serving 15 years of life sentences because the confession to the bombing had

been fabricated by the police.

That story, as told by Gerard Conlon, one of the defendants, was made into the film, a tale of three Irishmen and an Irishwoman being wrongfully convicted.

Although the Hill role is small, it

has made him a celebrity at 39. Eight months ago, after a three-year courtship, he marned Mary Courtney Kennedy, a daughter of Robert F. Kennedy, whom he had met in the United States.

3

The state of the s

\*\*\*\*\*\*\*

din din di

2 12

 $\mathcal{O}_{1}(3,7)$ 

The two were mobbed by camcramen and photographers when they arrived at the heavily guarded courthouse. Inside, they sat side by side in the first row. Nearby was Ethel Kennedy, the widow of Robert Kennedy, who was assassinated in 1968. In the same row sat other Kennedy children: Representative Joseph P. Kennedy 2d of Massachusetts, Kathleen Kennedy Townsend and Kerry Kennedy Coomo. Behind the Kennedy group sat members of the family of Brian Shaw, a British soldier who was 21 when he was kidnapped, tortured and killed by the Irish Republican

After the opening session, Jo-seph Kennedy faced television cameras in front of the courthonse.

"We're here today to support my brother-in-law in his struggle for justice here in Northern Ireland," he said. "Given the history of my family, I also want to let the Shaw family know that we know what it's like to be a victim of political violence. But one wrongful act should not condemn an innocent man for . the rest of his life."

By John Darnton married only two weeks before his death, is bitter that Mr. Hill was let BELFAST — With a row full of out on ball after the Guildford conviction was quashed. "He should be behind bars for the rest of his life."

she said recently.

Mr. Hill reportedly confessed to

Mr. Shaw's murder when he was visited by two officers of the Royal Ulster Constabulary at the Guildford police station. The police offi-cers said at his trial that he had readily admitted to being present when Mr. Shaw was killed.

While in custody awaiting trial for the pub bombing, Mr. Hill was flown to Beliast for a seven-day trial, convicted, given a life sen-tence, then returned to England. He was released with the three others in October 1989 while his ap-

peal was pending.

During Wednesday's session his lawyer, the Labor peer Tony Gifford, reviewed the record of his custody at Guildford. He said Mr. Hill had been subjected to "assaults, threats and deprivation of sleep and food" by the Surrey po-lice. This had reduced bim to "such a wreck," the lawyer said, that when the Ulster officers arrived, "he was ready to agree to any accusation put to him.

At one point, a policeman poked a revolver through a batch in the door of his cell, Lord Cifford said, hinting that he might call new witnesses to establish this.

Attorneys for the Crown, who are fighting the appeal, are apparently going to argue that Mr. Hill's signed confession to the Shaw murder preceded and was not "contaminated" by his confession to the

pub bombing.

If the conviction in the death of Mr. Shaw is upheld, it is likely that the prosecutors would offer to release him because of his time already served.

But this procedure would require him to acknowledge that he was guilty, something that he has vowed not to do. Acceptance of a gnilty verdict would also mean that Mr. Hill would forfeit compensation for wrongful imprisonment.

FBI Arrests Fugitive The FBI said it had arrested at Britain's request an Irish nationalist guerrilla who was involved in a mass breakout from a Northern Ireland prison in 1983. Reuters reported from San Francisco. . FBI agents arrested Terence Da-

mien Kirby, 37; also known as Paul Kerr, Wednesday in Concord, Cali-fornia, 30 miles (50 kilometers) east Mr. Shaw's widow, whom he of San Francisco, the FBI said.

# Hearing in Belfast Elections in Sight, UN Turns a Corner in Mozambique

By Paul Lewis New York Times Service

UNITED NATIONS, New York - Efforts to end the 16-year-old civil war in Mozambique passed a milestone when the Security Council agreed to start replacing some of its peacekeeping soldiers there with civilian police officers. It also set a November deadline for ending its involvement in the African country.

In a decision showing that the peace effort is shifting from monitoring the cease-fire toward preparing elections in October, the council agreed to send 1,144 UN police monitors to Mozambique but told the secretary-general Butros Butros Ghali to cut back the 6,200-member military peacekeeping force at the same me to avoid additional cost.

The council also asked the secretary-general to plan

government should be in power, although it expressed concern at delays in carrying out parts of the peace agreement of October 1992, particularly the demobilization of both sides' armies and the formation of a new national defense force.

in a report to the council in late January, the secretary-general said President Joaquim Chissano and Afonso Dhlakama, head of the Renamo rebel movement, had finally started to cooperate in carrying out the terms of the peace accord they signed in Rome.

Both sides' troops have begun to assemble in cantonments for disarmament and demobilization and a start has been made on disbanding irregular and paramilitary forces. A new electoral law has been

the withdrawal of the whole peacekeeping force by the approved by the parliament and an election commis-end of November, when a new, democratically elected sion created.

The report said the two sides were assembling their ferces at a slow and uneven pace. Mozambique's representative. Pedro Comissano Afonso, told the council Wednesday that as of Feb. 21 the United Vations had received 26,768 government troops into its assembly areas but only 10,628 members of the Renamo forces.

A start has yet to be made on demobilizing these forces, sending most borne but selecting some from both sides to form the nucleus of a new 30,000member national army. The secretary-general warned last month that few soldiers were likely to volunteer for this force unless the government made clear it could pay them.

Another problem, his report said, is that Renamo needs \$7.5 million to pay the expenses of transforming itself into a civilian political party.

صحذامن الأصل

The secretary-general said that about half of the 4 million to 4.5 million people displaced within the country by the civil war have now gone back to their villages, while some 621,000 people, or about 40 percent of those who fled into neighboring countries, had

returned home. The peace effort in Mozambique is already a year behind schedule. Under the original Rome agreement elections were scheduled for October 1993. But the two sides have been reluctant to start disbanding their armies until recently, while the United Nations refused to allow elections to be held until they did because it feared the loser would restart the civil war, as happened in Angola.



SEASONAL TREAT - People lining up in Beijing to purchase sweet dumplings, traditional fare for the Chinese Lantern Festival.

# U.S. Studies Offer By North Koreans

SEOUL - The United States is considering a new North Korean offer to allow in a United Nations team for some ouclear inspections next Tuesday as part of a package deal, according to Yonhap, the

South Korean press agency.

A firm agreement would mark a small breakthrough in the Communist North's standoff with the international community over its possible development of nuclear

But the North Korean proposal does not include inspection of two sites that the International Atomic Energy Agency suspects have been used for nuclear weapons produc-

The offer was made during U.S.-North Korean working-level talks in New York, Yonhap reported, quoting a North Korean diplomat,

Tom Hubbard, U.S. deputy assistant secretary of state, met with Ho Jong, deputy North Korean UN mission chief, on Wednesday for the second time in two days to work out the terms of inspections

by the UN agency.
The North, facing possible international sanctions, agreed last week to accept some inspections, but has dragged its feet on issuing

visas to the inspectors.
In the New York talks, North Korea said it would allow agency inspections to begin March 1 if the United States accepted a "small package deal" that calls for setting a date for bilateral high-level talks on improving ties, Yonhap said.

Yonhap reported that the North would not issue visas for UN in-spectors until its "package deal" was accepted.

The North Korean deal calls for

canceling annual U.S.-South Korea military exercises, dubbed "Team Spirit," and considering exchang-ing special envoys with South Korea to discuss a nuclear-free Korean peninsula, it said,

The United States has accepted other demands, but will not ap-prove a North Korean request that Pyongyang only "consider" ex-changing presidential envoys

American and South Korean officials have said that the actual exchange of presidential envoys, not just consideration, is a prerequisite to U.S.-North Korean high-level

They also said that the cancellation of "Team Spirit," which North Korea considers nuclear war preparations, would depend on the result of the nuclear inspections.

### Hosokawa Will Visit Beijing

TOKYO -- Prime Minister Morihiro Hosokawa of Japan will visit China from March 19 to 21 to discuss economic relations, a Japanese Foreign Ministry official said

### Out of Africa: Prehistoric Migration Misdated, Scientists Say By Boyce Rensberger stone tool culture developed by the African of Human Origins in Berkeley, California. Mr. Swisher and Mr. Curtis used a com-

Washington Post Service
WASHINGTON — Scientists have found evidence that the first prehistoric people to migrate out of Africa — the evolutionary homeland of human beings — may have begun their journey more than half a million years earlier than had been generally thought, or more than 1.8 million years ago.

The findings are based on re-evaluating the antiquity of bones of Homo erectus (the immediate ancestor of Homo sapiens) found on the Indonesian island of Java early in this

They help to explain a long-standing mystery about this hominid species: Why the East Asian wing of the family lacked the er 3d and Garniss H. Curtis of the Institute they lacked hand axes.

Among African Homo erectus populations, the most typical stone tool is the band ax. Hand axes are found in Africa and in sonthwestern Asia but not in East Asia, which includes Indonesia.

> The findings were announced Wednesday in San Francisco at the annual meeting of the

American Association for the Advancement of Science and are being published in the Friday issue of the association's weekly jour-

Both are experts in analyzing the chemical contents of rock crystals to determine their

ed in 1936 and announced as "Pithecanthro- have encased the fossils. us erectus" and as "Java Man." Because The redating of the Java fossils explains fossils of this age cannot be dated directly, why. The founders of that population left estimates of their age varied until experts Africa before the hand ax was invented.

The oldest African specimens of Homo erectus, found in Kenya, date to 1.95 million years ago. About half a million years later, the hand ax culture sprang up in Africa.

Because the Java individuals were thought to have left Africa later, it was a mystery why

paratively new method to date the Java skulls - measuring the relative amounts of two isotopes of the element argon in crystals The Homo erectus specimens were collect- of mineral found in the sediments thought to

One isotope decays radioactively at a known rate to become the other. The relative amounts of the two isotopes tell bow long since the crystal formed. Because the bones were collected by villagers and not scientists. however, there is some question about which layer of sediments they came from.

Mr. Swisher and Mr. Curtis concluded the Java fossils were 1.8 million years old. This makes them the oldest known species of prehistoric man that lived out of Africa.

NEWS EVENTS WHICH COULD AFFECT

**YOUR** LIFE:

North Korean armaments

A slow recovery in Europe

Transition in South Africa

Political uncertainty in Russia

FOLLOW THE WORLD **EVERY DAY** IN THE IHT

# Dinah Shore, Singer and TV Star, Dies

Compiled by Our Staff From Dispatches and ran until 1963. Her singing of LOS ANGELES — Dinah: the advertising jingle, "See the Shore, whose best-selling records USA in Your Chevrolet," and her

former husband, the actor George people out there. I'm comfortable Montgomery, were with her when with it."

she died, Ms. Stone said.

Miss Shore's television career was a singing star on radio known spanned the 1950s to the early for such hits as "Til Walk Alone"

1990s, when she had a half-hour and "The Anniversary Song." She talk show, "A Conversation With occasionally appeared in films in the 1940s, the honey-blonde boys" and "Fun and Fancy Free." She was born Frances Rose entertainers to find success as host of a television variety program. She started in 1951 with "The Dinah Shore Show," a live 15-minute mu-

The more elaborate "Dinah Shore Chevy Show" began in 1956

### Single-Sex Bus Service To Begin in Jerusalem

and women, as Orthodox Jews have been urging through Jerusalen's rigorously Orthodox district of Mea Shearim, an Egged spokesman

Starting next week, the service will replace a private line set up by, because she was nea Orthodox Jews. Its vehicles had a older than he was

Shore, whose best-selling records USA in Your Chevrolet," and her and variety show made her one of sign-off with a big kiss to the audition most popular entertainers in sign-off with a big kiss to the audition most popular entertainers in sign-off with a big kiss to the audition of the

Shore on March 1, 1917, in Winchester, Tenriessee. A graduate of Vanderbilt University, she began her broadcast singing career in 1938 on New York's WNEW; joining NBC later that year and signing a contract with RCA Victor in 1940. A year later she joined Eddic Cantor's radio program. By 1943, she had her own radio program, sponsored by General Foods.

More recently, her "A Conversa-tion With Dinah" on The Nashville Agence France Presse

Network ran from August 1989 to
JERUSALEM — Israel's public March 1991 as a weekly show. She
bus company, Egged, is to run a then did specials for TNN, includservice with separate buses for men ing one in 1991 in which she inter-



Dinah Shore's radio-television career spanned more than 50 years. ing one in 1991 in which she interviewed Burt Reynolds, a former boylriend. She appeared on a TNN ing to do with it. 1 know so many propher 32 years old who are older than men I see who are 54. It has to than men I see who are 54. It has to do with how you feel emotionally in the 1970s made headlines in part about yourself. Love is so hard to because she was nearly 20 years find that you must cherish it at any the Dinah Shore Classic golf tour-

curtain down the middle with men "What difference does it make?" She married Mr. Montgomery in nament in the Palm Springs area. on one side and women on the she said in a 1981 New York Times 1943 and had two children, Melissa She was also a champion of animal interview. "Chronology has noth- Ann Hime, born in 1948, and John rights.

Subscribe now and save up to for the cover price

CALL US TOLL-FREE

AUSTRIA: 0660 81.55 LUXEMBOURG: 0800 2703 SWITZERLAND: 155 57 57 BELGRUM: 0 800 1 7538 FRANCE: 05 437 437 THE NETHERLANDS: 06 022 51 58 GERMANY: 0130 848585 UNITED KINGDOM: 0800 89 5965

Or send in the coupon below.

### 3 months + 13 FREE tesues 6.000 37 Belgium Denmerk 14,000 7,700 4,200 1,050 1,900 1,300 Finland 210 Great Britain 210 32 115 41,000 Dr 75,008 bnetent 230 275.000 | 150,000 420 1,900 1,050 Esc 47,000 26,000 14,000 25,500 Soam Ptas. 48,000 14,500 27,500 14,500 - hand deliv. Madrid Plas. 55,000 Sweden (aumen) S.Kr. 3.100 1,700 - hand delay 3.500 1,900 1,000 61D 335 185 Rest of Europe ex CEI 265 145 CEI, N. Africa, former. French African, Middle East 345 190 780 900

Subscription Rates & Savings off INT cover Prices

erald Tribune

25-2-94 Yes, I want to start receiving the IHT. This is the subscription term I prefer (check appropriate baxes): 12 months (364 issues in all with 52 banus issues). 6 months (182 issues in all with 26 bonus issues). 3 months (9) issues in all with 13 banus issues). My check is enclosed (payable to the International Herald Tribune).

Please charge my: American Express Diners Club ( VISA MasterCard ( Eurocard ( Access Credit cord charges will be made in French Francs at current exchange rates. SIGNATURE

(HT VAT number FR747320211261) PERMANENT ADDRESS, HOME BUSINESS

the Bush administration, whose early support for unity was crucial at a time when Britain, France and the Soviet Union all wanted to

talks on unification.

A L

"Especially Baker seemed not to forgive me for being right about German unity; said Mr. Walters, whom a British newspaper dis-missed at the time as "quixotic or mudfled"

veals disputes and intrigue over Germany in

BONN — The U.S. ambassador in Bonn during German unification in 1990 said he resigned in frustration because Secretary of State James A. Baker 3d resented that he

for believing the Cold War would be over so both times because Mr. Baker shut him out of

Mr. Walters said Mr. Baker, who like most diplomats doubted that the two Germanys would merge before the end of the century, even kept his diplomatic cables from reaching

Envoy's Memoirs Lash Back at Baker

State James A. Baker on research correctly predicted the merger so soon:

Vernion A. Walters, the soldier-diplomat

President George Bush.

East and West Germany united Oct. 3,

East and West Germany united Oct. 3, when he took up his post in April 1989, said in a book that Mr. Baker tried to muzzle him and freeze him out of U.S.-West German 1990, less than a year after the Berlin Wall burst open and the Communist regime col-

lapsed
Mr. Walters, a general who was deputy The book, just published in Germany, redirector of the Central Intelligence Agency and U.S. ambassador to the United Nations before arriving in Bonn at the age of 72, said Mr. Baker barred ambassadors from giving interviews after his views were reported from

> He questioned Mr. Walters's judgment on Germany only two months before the Berlin-Wall opened in November 1989.
>
> Mr. Walters threatened to resign twice,

meetings on unification with West German officials and sent his own aides on secretive trips to Bonn to negotiate.

After the Wall opened, Mr. Walters said, Chancellor Helmut Kohl sought unity quick-ly white Foreign Minister Hans-Dietrich Genscher was more cautious.

"In Washington," he said, "it was President Bush who - like the chancellor seemed to realize that a unique chance for German unification had emerged and we should grab it." Mr. Baker, like Mr. Genscher, worried

more about undermining President Mikhail S. Gorbachev, who faced opposition to unification from the Soviet military. "Baker overlooked the fact that Gorbachev had long before unleashed the forces that would finally swallow him up," Mr. Walters

# Next Steps in Bosnia

The Spying Continues

**Inflation Insurance** 

Sensibly, U.S., European and Russian officials meeting in Bonn on Tuesday decided to hold off on any new bombing threats and concentrate on intensified diplomacy. That means trying to consolidate the cease-fire around Sarajevo and extending it to other battlefronts, improving the peace terms offered to the Bosnian government and nurturing a reconciliation between government and Bosnian Croat forces that could lead to political and economic federation.

The silence of the big guns around Sarajevo was the first good news to come out of Bosnia in a long time. But a little perspective is in order. Sarajevo is now, as one United Nations official put it, "an island of peace in a sea of war." Snipers and artiflerymen still murder civilians in half a dozen other surrounded and refugee-swollen cities. Even in Sarajevo, siege

lines remain frozen in place.

Disaster may have been avoided, but no diplomatic triumph is yet in sight. Whether there will be one any time soon depends on how Russia and the United States define their

newly enlarged roles.

The Clinton administration now seems ready to embrace the European approach of partition imposed by external pressure and enforced by large numbers of international peacekeepers, one-third of them Americans. Republican senators on the Foreign Relations Committee were right on Wednesday to warn Secretary of State Warren Christopher against committing American forces on the ground

without prior congressional approval. As for Moscow, the question is whether it has intervened as an evenhanded peacemaker or a partisan of the recalcitrant Serbs. Encouragingly, Russian diplomats now acknowledge

When James Jesus Angleton died in 1987, he

was regarded with justification as brilliant but

unbalanced. In his long career as chief of the

CIA's counterintelligence operations, he was so suspicious of Soviet trickery that he even dis-missed as a charade Moscow's hreak with Chi-

nese Communists. He seemed to see potential

"moles" everywhere and talked continually of

'dangles," "false flags" and "disinformation."

ton's view of "the wilderness of mirrors," his

term for the duel between Soviet and Ameri-

can intelligence agencies. He would not have been surprised by the allegations that Moscow

has paid more than \$1.5 million since 1985 to

Aldrich Ames, who once headed the agency's Soviet counterintelligence hureau.

specialized employment service." Mr. Angle-

ton told a sympathetic chronicler, Edward Jay

Epstein. He compared rival services to corporate "headhunters" — which is evidently how

Mr. Ames, in trying to recruit Soviet assets, was ensuared himself. The only way that an

espionage service can safely steal documents, Mr. Angleton said, is to recruit an agent with

As he put it in Mr. Epstein's 1989 book.

"Deception." the potential mole can be increnentally drawn into "a subtle weo of uresist-

ible compromises." That is what federal pro-

secutors say happened to Mr. Ames and his

When Alan Greenspan said that short-term

interest rates in the United States are likely to

rise, it was less a declaration of public policy

than a statement of the obvious. As he pointed

out, the real short-term rates - that is, the

rates adjusted for inflation - have been

around zero for the past year. With the econo-

my picking up speed, there is nowhere for

There are two views on this subject. The

other one holds that it is much ton soon to talk

of higher interest rates. That opinion is well

represented on the House Banking subcom-

mittee before which Mr. Greenspan, as chair-

man of the Federal Reserve Board, was testi-

fying. Representative Paul Kanjorski, Demo-

crat of Pennsylvania, sternly asked why the

Federal Reserve had already tightened credit

earlier this month when there was no evidence

The Federal Reserve's tactics at present

have less to do with technical economics than

with psychology. It can control the short-term

rates, but only the short-term rates, by push-

ing money into the banks or pulling it out. The

long-term rates, in contrast, are set not by the

government but hy private investors betting

against future inflation. It is mainly these

Not So Helpless on Rushdie

whatever of any increase in inflation.

them to go hut up.

legitimate access to secret data.

Think of an espionage service as a highly

Yet there was also method in Mr. Angle-

that better terms must be offered to the Bosnian government. But the improvements cannot, as Moscow would prefer, come exclusively at the expense of the Bosnian Croats. Only the Serbs can lift the sieges that now imprison the inhabitants of cioes further east.

Washington, meanwhile, has assigned itself the role of finding out what settlement terms the Muslim-led government will minimally accept. Europe and the Russians expect the Clinton administration to pressure as well as to listen. That would be a mistake. Any peace imposed from outside would have to be enforced from outside. And if America helps to impose peace, it will be harder in resist sending peacekeepers later on.

Outside powers can mediate, conciliate and encourage, but in the end they cannot push the three Bosnian combatants further than they are willing to go. And while Bosnian government and Croatian negotiators are showing a new disposition to compromise on Wednesday they agreed to a cease-fire the Serbs, all along the primary engine of the Bosnian war, still are not.

While the Serbs have cheered newly deployed Russian troops as reinforcements for their side, Russian diplomats have been assuring the West that Moscow intends to play an evenhanded role. The best way to demon-strate that would be in convince the Serhs to offer meaningful territorial, political and military concessions, which, the Russians suggest, can sooner be elicited by friendly persuasion than by further military hluster.

With not only the future of Bosnia at stake but also perhaps Russia's relations with the West, that proposition deserves a serious try. -THE NEW YORK TIMES.

wife. To foil such penetration, Mr. Angleton

instituted lie detector tests and other security

measures. His methods and suspicions got so

out of hand that in 1974 be was forced to

resign. But, as the Ames affair suggests, the

agency appears to have paid too little heed to what was valid in his warnings — and to the

potentially fatal consequences for undercover

agents in the former Soviet Union.

President Bill Clinton is right to express outrage, and he needs to grill the CIA about

why Mr. Ames's betrayal went undetected for

so long. But the scandal should not be permit-

ted to derail U.S.-Russian reladons. Spying is an unfriendly act, but it is not an uncommon

one nor an exclusively Russian activity. Does anyone seriously doubt that the CIA was husily recruiting KGB employees from the rubble of the Soviet empire? In the game of nations, there are no friends, only provisional

In any event, it does not take spies to know

the deeper truths that shape U.S.-Russian

relations. Espionage and military competi-

tion are not the keys to the two nations'

future. It is fine to let Boris Yeltsin know

that he has stuck his thumh in the eye of a

potential ally. But neither Washington nor Moscow can let the Cold War game of spy

long-term interest rates that finance industrial

growth - and, to the administration's dis-

may, they have been rising for the past four

months, lifted by anxienes in the financial

markets about inflation ahead. After the sta-

tistics showed that the national economy had

been growing much faster late last year than anyone had expected, the Federal Reserve

moved several weeks ago to raise the short

rates. The idea was to reassure nervous inves-

tors that it was alert to the dangers of inflation

a little in the hope of coaxing a more impor-

tant one down. But the Federal Reserve oper-

ates in a world of speculators in which appear-

ances and expectations make all the differ-

ence. And the expectation of inflation, Mr.

Greenspan observed, quickly turns into the

real thing as husinesses begin to raise prices

prematurely to get ahead of the game. There was no complaint from the White House,

incidentally, when the short-term rates jogged up, for President Bill Clinton, too. is desper-

ately eager to keep those long rates down. Mr.

Greenspan described the maneuver correctly

- THE WASHINGTON POST.

as "low-cost insurance" against inflation.

It is a curious play to raise one interest rate

and was capable of taking forceful action.

-THE NEW YORK TIMES.

versus spy throw them off the path

nomic and political cooperation.

allies, and even they spy on one another.

# Stop the Balkan War and Draft Strong New Rules

'Warfare just ain't what it used to be.'

BONN — The key new element in the Bosnian war is the active involvement of Russia and the United States. The cool initial reaction to President Boris Yeltsin's call for a summit should be reconsidered. It

can be a big help.

There are ironies in recent developments, which emphasize that this is a

new stage in the conflict.
Yugoslavia was the only country in Europe where the Communists won power at the end of World War II without belp of the Red Army. This was an important factor in Tito's break with Stalin in 1948. It was fear of a subsequent Soviet invasion, possihly at the invitation of Croatian Stalinists, which led to the organization and training of the Yugoslav army with special preparations for guerrilla war and masses of arms caches in moutainous areas, providing vast reserves for the current war. Now, blue-helmeted Russian troops are in Bosnia, to the delight of the Serbs.

What set in motion the forces lead-ing to the fight in which the Russians have intervened was Slobodan Milo-sevic's decision to switch his power base from the declining Communist party to Serbian nationalism. His first step was to cancel the auunnomy of the ethnic Albanian-dominated province of Kosovo, a move which the West ignored on grounds of noninterference in a sovereign state.

German diplomats point this out ruefully when they are taxed with rushing recognition of Croatia on grounds of the right to self-determination. Ex-Foreign Minister Hans-Dietrich Genscher argues that this right must belong as much to small as to hig countries.

The fighting did stop in Croatia after formal recognition in January 1992, when the Serbs had achieved major military objectives. It broke out in Bosnia when its independence was recognized at Washington's urging in May 1992. Now even the United States welcomes Russian troops on the ground as the price of persuading Bosnian Serbs in remove artillery from around Sarajevo so that NATO doesn't have to bomb it out.

The second irony is that it was France, so allergic to NATO action. which appealed to the alliance for the ed air attack threat which the United States had sought for nearly a year. But instead of going along with the first part of Washington's "lift" (the embargo on arms for Bosnia) "and strike." Paris persuaded Washington to join a renewed, more intensive diplomatic effort for Bosnian agreement to the latest partition plan.

The third irony is that this may all be leading back to square one, the secret meeting between Mr. Milose-vic and Croatia's Franjo Tudjman in Graz. Austria, before the war even

self-determination versus existing state borders. The German Foreign Ministry, acutely sensitive to charges that Bonn's recognition triggered the Bosnian war, claims that internationalization — that is, accepting Croatia and Slovenia as sovereign states — was necessary to avoid the charge of interfering in Yugoslavia's internal affairs in the attempt to stop the war, which began in June 1991.

This is a permicious idea and a terrible precedent that could easily be abused in many places where restive minorioes, who may form a local majority, think of breaking loose.

There is an urgent need for reexamination of the contradictions in

the international principles of selfdetermination, territorial integrity of states, and noninterference, if there is to be a working system.

The basic rules have to be no use of

force, respect for minorides, and the right, even the duty, of international

gressively violated. Yugoslavia shows now that intervention is inescapable if Europe is to sort out its brewing quarrels without spreading, intoler-able tragedy, that sooner is better than later, and that it must be predictable and credible - the condi-

Now that Russia and America are participating, sights must be raised beyond the misery of Sarajevo.

Mr. Yeltsin's call for a summit meeting with the United States, France, Britain and Germany, without waiting for the belligerents to go on haggling should be accepted and used to launch farmer talks on the rules, which have to be of immediate concern to Russia and its "near abroad." Despite past bickering, France, Britain, Germany and the United States are on the same tack; and with the Russians there is a chance that the powers have come to

# Will Washington Ever Stop Wavering?

### By Stephen S. Rosenfeld

WASHINGTON — It is plain that Russia, deeply troubled at bome, is pushing into foreign policy activism, where things are easier and where the political leadership can more readily reap rewards. From taking a quiet part in UN peacekeeping in Croatia, Moscow is now taking a conspicuous role in Bosnia. Ostensibly it operates under the United tions, but actually it moves under UN cover as an autonomous force, one

started. They are said to have agreed

on a map to divide Bosnia, approxi-mately along the lines that would result if the new Bosnian-Croatian

talks on confederation of their two

states bring agreement. Presumably, Bosnian Serbs would take that as

iustification for cutting out and join-

Mr. Genscher says the hig difference between murderous Yugoslavia

and the subsequent breakup of two other multiethnic states, the Soviet

Union and Czechoslovakia, is that in

the latter two the strongest party agreed to dissolution. But that is an

illusion, Mr. Milosevic always knew

that his Serbian nationalism would

provoke secessions (as Boris Yeltsin knew that his Russia-based campaign

would fracture the Soviet Union).

Belgrade went to war not to save the

Yugoslav federation but to change

Serbia's borders when it broke up.

ing Greater Serbia.

defining its own tactics and goals. The Russians know the terrain in the Balkans, they have no public opinion drag at home (quite the contrary) and in the Serbs they have an ardent if hard-to-control client. They have a further advantage — an American "partner" which is still besitating over what its role ought to be, notwithstanding the generally good results flowing from its first bout of persua-sive muscle-flexing in Sarajevo.

This is what is troubling about the Clinton policy. No sooner does Bill Clinton convince almost everyone, in-cluding the local parties in Bosnia and the various allies and enlookers, that he means business, than be and his chief aides start uttering excuses for not extending new life-saving NATO ultimatums in the remaining besieged towns. NATO, he warned granuitously the other day, might not be able to carry such further missions off.

This is how, on the same earlier day, Secretary of State Warren Christopher could declare forthrightly that "any military effort by the Muslims to regain territory was fully justified," even while Mr. Clinton himself was saying unforgivably that "the killing is a func-tion of a political fight between three factions and until they agree to quit. doing it, it's going to continue."

Ambivalence and inconsistency are poor ways to draw the attention of those who do the killing and "cleansand to exercise intern leadership. The president should not be acting as if he were taking to heart the Russian caution that "nothing" in Bosnia justifies "strong action or strong language." Plenty does. The president should not be devalu-

ing the very coin -a threat of military toughness - that has brought him the modest but real enough success that his more assertive policy of the last two weeks has enjoyed. It is a bit amusing to observe that

an administration which spent a year-plus fleeing from Bosnia and seeking to draw attention to supposedly more urgent foreign policy priorioes elsewhere is now starting to invite congratulation for its gestures - so far no more than gestures - in

that tormented land. But it would be tragic if the current opportunity for peace in Bosnia were frittered away by what Edward Mor-timer of the Financial Times calls "a general U.S. halfheartedness about international commitments, particolarly those with a military ingredient, which is generating a lot of insccuri-ty, especially in Central Europe." To get the most mileage out of the new opportunity, the Clinton admin-istration must go beyond a readiness for timely and well prepared NATO air strikes in other cities. Especially now that the Russians have come to Bosnia, Washington needs to match them and the Europeans in providing ground troops to reinforce international diplomacy. Then at the least the president should ease the teams for provision of American peacekeepers in a settlement. The terms currently in effect would seem to limit policing to circumstances so tranquil that

they don't need to be policed. There should also be a way for the United States to use the new spy flap to advantage in Bosnia. The disclosure that an American CIA employee and his wife allegedly spied for Rus-sia — not just for the old Soviet' Union — allows Washington to argue plausibly that Russia is in a deep hole with American public as well as offitial opinion and that the way for Moscow to get out of that hole is to show itself a worthy partner of American diplomacy in Bosnia.

Only a few weeks ago, after all, President Clinton was in Moscow ostensibly knitting up with Boris Yelt-sin a broad plan for complementarity and cooperation in foreign policy as well as in Russian domestic reform. Some were prepared to hail the summit as the president's principal achievement abroad. Surely the assurances of support and respect that Presidents Chinton and Yeltsin exchanged in January remain alive and available in February.

The Washington Post.

# Russians **Have More** To Achieve

By William Pfaff

PARIS—It is not a bad thing that Russia has "returned" to the Bal-kans. Its intervention in the Sarajevo siege has been constructive, opening the way to a possible lifting of the sieges of other Bosnian cities and perhaps even to an eventual armistice or provisional settlement of the war.

The Russians in any case were never excluded from the Balkans. They will always be there by virtue of religious and cultural connections with Bulgaria Serbia, Romania and Greece, and because of Russia's historical role in bringing about recognition of the na-tional autonomy of all these peoples in

the early 19th century.
Until now, the threat of overt Russian support for Serbia, and of possi-ble use of the United Nations veto to countermand Western initiatives, has blocked a certain kind of thinking about Balkan solutions. The Russians now have committed themselves to cooperation at Sarajevo, and they have profited considerably from

they have profited considerably from doing so. They have much to gain by continuing on the cooperative course. Both Yeltsin's spokesman said on Monday that "without firing a shot, without threatening anyone or endangering one of its soldiers, without

dangering one of its soldiers, without even spending a single rable, Russia has obtained a very important victory for its standing in the world." This is a heady claim, but true.

But the Russians have assumed a responsibility that they cannot easily shed. They say that military ultimatums are not the way to solve the Yugoslav crisis. The Western powers now can insist that Moscow produce now can insist that Moscow produce results by better methods. In short, their presence is an asset,

if the Western governments are astute enough to make use of them.

The Serbs, in their collective para-

nois, need Russian reassurances in order to make concessions. Threat alone might have made them retire their heavy weapons from Sarajevo, but it is also possible that, in their conviction that they possess the power to hring a third world war down upon their enemies, they would have defied NATO, Russia's intervention

~

Acres 1985

14.5

F-7:-

110

---

1

2

has spared everyone that. In a letter to Western leaders last weekend, Boris Yeltsin warned against carrying out the NATO ultimatum. But in a simultaneous letter to Belgrade he "demanded" that the Serbs yield. Russia's historical position and influence are what made it possible for the Serbs to interpret their Russianenforced retreat from Sarajevo as a great victory. It is a good thing when those who retreat can be convinced

that theirs is a victory.

The Bosnians would like to see the
Serbian withdrawal as a victory for Bosnia. The endurance in hardship and suffering of Sarajevo's people is what forced Americans, French and the other more inte peans, such as the Dutch, finally to threaten (effectively) to enter the war on Sarajevo's side, with America

threatening open support for Bosnia.
That, at last, had an effect.
However, the people of Sarajevo now wonder if the United Nations will become their new jailers, with the city, and their country, parceled up into ethnic enclaves. They fear that the principle of secular, nonethnic society, for which they have been fighting may finally be ended — by the international community itself.

It is quite possible. The international community from the start has been incapable of getting out of its collec-tive mind the idea that ethnic selfdetermination, on the 1918 Wilsonian model (which is the Serbian and Croatian model today), is the solution for Balkan and Eastern Europe. In fact, it is the model that everyone should have

been struggling against.
The last resource of the Sarajevans is irony. The truce now installed is for them non-war, certainly, since the shooting is halted, but it also threatcas to become a new version of the old war. One young woman is quoted by a French reporter as asking if the people of Sarajevo "are not guinea pigs in a cage, on whom Serbs, UN. NATO — the whole world — conuct experiments in international politics. Your governments should be content now. You have invented war

without guns, invisible war."

The Bosnian president's special counselor, Kemal Muftic, remarks that the United Nations' ineffectual resolutions on the crisis in the past at least distinguished between aggres-sors and victims. Now the United Nations seems to be treating every-one the same. In that case, Bosnia has lost both the visible and the invisible wars, and Sarajevo should have surrendered two years ago.

International Herald Tribune.

© Los Angeles Tunes Syndicate.

# China: The Rights Record Favors Carrots, Not Sticks

### Other Comment jected as decadent. Tehran is presently lonking for ways to improve its relations with

It would be wrong in argue that absolutely nothing can be done about the death edict [oo Salman Rushdie]. Iran may have gone through its revolutionary phase but it is now all ton well aware of the need for foreign technology, capital, know-how and basic consumer goods. After the "honeymonn" of its early postrevolutionary years, when anything originating from the West was re-

the non-Islamic world.

Under these conditions, when the West is rhetorically described by Iranian leaders as the personification of evil but is, evidently, less so as a trading partner, the room for action on the Rushdie case is not as limited as some commentators in Europe would

- Cyprus Mail (Nicosia).



International Herald Tribune ESTABLISHED 1887 KATHARINE GRAHAM, ARTHUR OCHS SULZBERGER

RICHARD McCLEAN, Publisher & Chief Executive JOHN VINOCUR, Executive Editor & Vice President

• WALTER WELLS, News Editor • SAMUEL ABT, KATHERINE KNORR and CHARLES MITCHELMORE Dequey Editors . CARL GEWIRTZ, Associate Editor ROBERT J. DONAHUE. Editor of the Editorial Pages ■ JONATHAN GAGE. Business and Finance Editor • RENÉ BONDY. Deputy Publisher • JAMES McLEOD. Advertising Director ■ JUANITA L CASPARL international Development Director ■ ROBERT FARRÉ. Circulation Director, Europe

Directeur de la Publication : Richard D. Sammons

International Herald Tribunc, 181 Avenue Charles-de-Gaulle, 92521 Neurilly-sur-Seine, France. International Herald Tribune, 181 Avenue Charles-de-Gaulte, 925-21 Neurly-Sur-Seine, Prance.

Tel.: (1) 46:37:93.00. Fax: Circulation, 46:37.06.51: Advertising, 46:37.52.12.

Editor for Anat Michael Richardson. 5 Consertury Rd. Singapore (511. Tel. (65) 472-776.5 Fax: (165) 274-2334

Mag. Dir. U.K. Garry Thorne. 63 Long Acre. London WC2. Tel. (671) 236-8602. Fax: (171) 240-2254

Gen. Mgr. Germany: W. Lausebach, Friedrichter. 15, 60325 Frankfurth. 1el. (169) 72-67-55. Fax: (169) 72-73-10

Pres. U.S.: Michael Courty, 890 Third Ave. New York. NY, 10022. Tel. (212) 752-3890. Fax: (212) 755-8785

S.A. au capital de 1.200.000 F. RCS Nanterre B 732031126. Commission Particulre No. 61337

© 1993, Ingranacond Herald Tribute. All rights reserved. ISSN 0291-8052



S INGAPORE — It is folly for the Clinton administration to link most-favored-nation trade concessions to China's human rights record. The policy is born of domestic U.S. pressure, misguided idealism, poor tactics and double standards. It displays an ignorance of Asian history and of Asian sensitivities. Has America's strident and accu-

samry human rights policy worked? In a major new report, the human rights group Asia Watch concludes

more open society in its ourn way, not in response to crude outside pressure.

China is moving toward a

that repression in China has increased since January 1993. Indeed, 1993 was the worst year for human

rights since the suppression of the democracy movement in 1989. The United States, with its conditional policy on favored trade status, is telling China that it must not jam foreign radio broadcasts, it must deal with dissident minorities in a way approved by Washington, and it must account for all political prisoners and

open prisons to U.S. inspection.

What is the best way of ensuring that democracy evolves in China? Is it in trying to enforce such conditions? Is it in bettering the lot of the average Chinese by making it possihie for him to be fed, clothed and sheltered, to move freely in his own country, to change jobs, to watch international television programs? Is a secret vote more important to him than feeding his child? Will the United States decide that for him?

### By James R. Lilley

In effect, the U.S. trade conditions tell the Chinese: Il you do not let American broadcasts into the country, we will threaten the livelihood of your workers by halting our imports of goods made in their factories. This is not the kind of dialogue to have with the world's largest country.

There are, of course, human rights abuses on a grand scale in China. The United States must address them squarely. China has criticized America for its failings, just as America now criticizes China. But Beijing has yet to sanction America.

Torture, arbitrary imprisonment and religious persecution in China, and hrutality in Tibet, offend Americans deeply. However, brave Chinese are struggling for increasing democracy inside China. The efforts outside China are less noble.

The United States has in the past successfully addressed democracy in Asia, not as an American imposition. where it generally failed, but in those places where it grew from indigenous

roots and was given encouragement. China has adhered on paper to international accords on human rights. including torture, treatment of prisoners and genocide. As a UN member, it is obliged to adhere to the Universal Declaration of Human Rights.

Beiling has voted for UN investigations of human rights violations in China, In Hong Kong, Beijing agreed to allow the international covenants on civil and political rights and on economic, social and cultural rights to remain in force for 50 years after the colony reverts to Chinese control in 1997, although China itself, like the United States, has not acceded to these covenants.

Rather than seek to impose new

unilateral conditions, the United States should work through multilateral channels to ensure that existing international agreements on human

rights are implemented. The United States should also pay attention to the indigenous human rights organizations working in Asia. Moves toward the rule of law and the increasing power of the National Peoples' Congress augur well for Chi-na's political future. Workers' rights are beginning to enjoy legal protec-don. Communist Party work units are disintegrating in southern China, where free-market growth is strong. A new identification system allows

Previously arbitrary tax procedures have now been codified. China is moving toward a more open society in its own way, not in response to crude pressure from outside. In 1990, more than 800 Chinese were amnested; martial law was lifted in Beijing and Tibet, and the socalled instigator of the democracy protests in Tiananmen Square was released, along with his family. This contrasts with token releases of Chi-

greater mobility for ordinary Chinese

nese political prisoners in 1993. The loud, pushy American approach to human rights in China has not worked. The lower-key approach taken by President George Bush was more effective.

There must be a lesson here for the Clinton administration. The United States should adopt a three-pronged approach to democracy and human rights in Asia. It should pursue constructive engagement on a broad front - economic, political and cultural. Such a course offers the best chance for bringing positive change. Serious human rights infractions

by China or other Asian countries should be dealt with multilaterally, not unilaterally. American should focus its support for democracy on . states and territories where democracy already exists, such as Thailand, Malaysia, the Philippines, South Ko-rea, Hong Kong and Taiwan.

The writer, who was an assistant secretary of defense for international security in the Bush administration, is director of Asian Studies at the American Enterprise Institute, in Washington. He contributed this comment to the International Herald Tribune.

### IN OUR PAGES: 100, 75 AND 50 YEARS AGO

### 1894: Defeat in Africa

RATHURST, West Africa - A small detachment of West Indian troops stationed on the Gambia, co-operating with a force of blue-jackets from the flagship Raleigh and the gunboat Widgeon; made an artack yesterday [Feb. 23] upon Chief Fodi Silah. The British force sustained a reverse and suffered heavy loss. Three naval officers and ten men were killed and about forty were wounded. Lieutenant Hervey, of Her Majesty's ship Raleigh, is among the killed.

1919: Wireless Talk

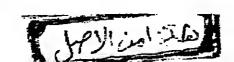
WASHINGTON - When Secretary Daniels spoke yesterday [Feb. 23] through a United States wireless telephone apparatus to President Wilson aboard the George Washington, 600 miles away, he talked through an ordinary telephone set installed in his office in Washington. He said: You'll receive a great welcome in Boston. Destroyers, aircraft and the

cruiser Denver will meet you. Mayor Peters and Admiral Wood have made all arrangements. A great welcome also will be given to you in Washington." President Wilson was unable to reply, because the George Washington is not provided with the proper sending equipment; but a radiogram announced that he had heard Secretary Daniels perfectly.

### 1944: 644 Are Released IRUN, Spain (At the French fron-ties) — (From our New York edi-

tion: ] Six hundred and forty-four diplomats, newspaper men and relief workers from the United States and Latin America, including thirty-seven wounded American soldiers, crossed the frontier today [Feb. 24] from Ges man-held territory on their way to Lisbon and home. The group; which will be exchanged for 1,180 General and French expected at Lisbon tomorrow, included Taylor Henry chief of bureau for the Associated Press at Vichy when the Germans took over.





# The CIA's Sweat Merchants Trip Over Their Smugness

By William Safire

"fluttered" — given a polygraph test —
in 1986 and again in 1991.

If he is found guilty, that would prove
the "fie detector" is unreliable. It would
show how the CIA was hilled into a false sense of security by a device that law enforcement officers know is a splendid tool to scare suspects into confessions, but could be easily fooled by a natural liar, a psychopath or a trained spy.

The smug reliance by CIA Security on machines that can only measure the ner-vousness of both liars and truth-tellers is curious for this reason. The agency has a program that teaches agents going into the field how to beat the enemy's polygraph. Did Mr. Ames take the course or

have access to its materials? We'll see.
The FBL I am told, is much more selective in its internal use of polygraphs. It knows that experienced agents are less infinidated by the "sweat merchants" with their high degree of inaccuracy, fed-eral law officers involved in the Ames investigation privately scorn the CIA for foolish reliance on polygraph machines

for internal security.

In 1981, Mr. Reagan's new intelligence chief, Bill Casey, challenged, James Baker to a polygraph test about Jimmy Carter's stolen debate papers. Suspecting that my friend Casey may have been the culprit, I asked him why he was taking the gamble; he winked and said that with some Valium and a phincter-muscle trick he learned in the OSS, he could flatten the spikes before they appeared on any machine. The machines - devoutly believed in

### The Credit Card Spy

ASSUMING the government is on the up and up, we have in Aldrich Ames a spy of double-take ineptness. The Jaguar, the big house, the mammoth credit card purchases — all this should have lit him in neon: Spy, Spy, Spy. The dreary truth about police work is that cops usually can rely on the incredible stupidity of crooks to make their work easier. I suppose we now know the drea-

ry truth about espionage as well.

But if that's the case, then it seems that Congress ought to stop bellowing about Russian perfidy and instead wonder why it took the feds so long to catch their man. It is a bit silly to be outraged at the Russians. We spy, they spy and we all spy, maybe because no

The Reserved State of the State

----

7.3724

~ · · =

1940 - 1971 - 19<del>40</del>

one knows how to stop. The outrage directed at Mr. Ames is, of course, justified. But once the spotlight moves off the Russians and Mr. Ames, it ought to pause at the CIA. One can't help concluding that if Mr. Ames had really acted like a spy, he might still be one. -Richard Cohen, The Washington Post.

WASHINGTON — Aldrich Ames, by the technology-intimidated public—the CIA official accused of being can be fooled in the other direction by a Russian penetration agent, was nervous truth-tellers. In the 1980s, National Security Adviser Robert McFarlane flunked a polygraph test looking for the leaker of a story to The New York Times; desperate, the adviser called the newspaper to establish his innocence. Editors who knew he was not the real source agreed on a one-time basis to exonerate the man whose career the

polygraph would have wrecked.

Despite hard evidence that reliance on "he detectors" was itself a security risk, and despite the danger to the civil liberty of people wrongly suspected, the Defense Department under Caspar Weinberger borrowed its values from spookdom's nether world to launch a vast "test" of thousands of Defense employees and contractors. Congress later put a cap on the procedure; no more than 5,000 people a year can now be intimidated by Pentagon pollys.

Not all Reaganites were caught up in polygraph fever. When a presidential directive put the CIA's supposedly secure methods into the State Department, Secretary George Shultz announced that be would take the test if ordered — and applied the control of the state of would then quit, because he would not work for a government that did not trust him. The sweat merchants were stopped before they further eroded American val-

nes and national security.

Last May, a Joint Security Commission was set up to cut the cost of undue secrecy, estimated at \$14 billion a year. Its chairman, Nunn Democrat Jeffrey Smith, says its report is due next week.

As a result of the suspected Amer netration, attention will be focused

on the section on polygraphs.

Today's intelligence chief, Jim Woolsey, long aware of the molehant, has declined to submit to a machine's judgment of his veracity. Like his deputy and the inspector general, the director of central intelligence has been confirmed by the Senate; that process should not be subject to mechanical review.

I suspect that Mr. Woolsey will await the Smith report and demand flutter reform before caving in for collegial rea-sons, thereby awakening the polygraph-benumbed security staff.

In Moscow on Wednesday, Vladimir Kryuchkov - initiator and controller of the penetration charged to Mr. Ames and a man rewarded by Mikhail Gorbachev in 1988 with the top KGB job — was pardoned by Russia's Duma for his 1991 comp-plotting on the very day his suspected mole was arrested in Washington.

Cultivating the orchids in Spook Heaven, James Jesus Angleton — Amer-ica's counterspy fired and vitilied for his paranoia" in successfully protecting the agency from deadly penetration — must be getting a bitter chuckle out of the KGB's double triumph.

YES, DON. YOU'RE RIGHT THEY ARE TENSE. THEY RE WATCHING THE SCORES FOR THE NOW THE ATHLETES TECHNICAL ACHIEVEMENT AND ARTISTIC MERIT DON. THESE COULD HUST WAIT FOR THESE NUMBERS TO GIVE THE FINAL SCORE DETERMINE WHO ARE IN ... CLOSELY. REALLY TAKES HOME THE GOLD! ASTONIS WHELV AMAZINGLY AKREDILDUS, DON! COKE

### LETTERS TO THE EDITOR

### **Back the Talks With Force**

Regarding "Answers That Could Help Contain the War in Bosnia" (Opinion, Feb. 23) by A. M. Rosenthal:

By favoring oegotiations in Bosnia and excluding the use of military force, Mr. Rosenthal misses the point. Military force and negotiations are complemen-tary, not mutually exclusive. Without force to back them up, negotiations in ex-Yugoslavia have not worked and will never work. Given the military imbalance between overarmed Serb militias and underarmed Croats and Muslims, the failure of negotiations was inevitable. The present situation - more than 200,000 dead, I million refugees -is the result of more than two years of "negotiations" maccompanied by a credible military

threat or a coherent diplomatic strategy. Without the threat of NATO air strikes, the Serbs would not have withdrawn their heavy weapons from around Sarajevo; without the threat from NATO, Russia would not have intervened to reassure the Bosnian Serbs and put pressure on their backers in Bel-grade. Now that NATO is serious, oth-The New York Times. ers have suddenly become serious.

This newfound Western credibility is fragile, it must be quickly exploited, in coordination with Russia, to relieve besieged towns and populations under cially compared to Western countries. threat. Using diplomacy backed by force, it must also be used to define and to impose a strategically viable and ethi-cally defensible solution to the conflict. Another false start in U.S. policy would

be a moral and political disaster. If great nations abdicate responsibility for the peace of the world and the survival of its peoples to powerless negotiators, the result will be more tragedies like we have seen in Bosnia and Croatia. This is an indelible shame for the West; an ominous indication of the future. GILBERT REID.

Lone Females at Night In "Human-Rights Report's New, Grim Focus" (Feb. 4), Indonesia some-how made this sad honors list on the incongruous ground that "Indonesian women are loath to so out alone at night because they are widely seen as fair game for sexual allack." I have been living in Indonesia for

more than 18 years and can confirm that with its 185 million people, most of them Muslim, sexual artacks are rare, espe-Lone semales at night are, not surprisingly, the subject of male attention throughout the world, my native Luxembourg included.

JOSEPH LOUIS SPARTZ.

### In Luxembourg's Shadow

People would do well to reconsider their criticism of Greece's Macedonia policy in light of similar life-and-death situations throughout the world. Here in Belgium, for instance, we live in constant fear that an expansion-minded Luxembourg will try a grab at the Belgium province also called Luxembourg. Or is it the Luxembourgers who live in dread of a Belgian land grah? In any case, a lot of time, money and sleep have

been lost over this intractable situation.
Pity Greece for its inability to acquire even the semblance of a mature and forward-looking policy on Macedonia. ADAM EDWARDS.

## To Rescue Black Children By William Raspberry

For a Broad New Crusade

black America's most pressing prob-lems, the response would have centered -accurately and unarguably -on rac-ism. Negroes, as we then called ourselves, were plagued by racism: dis-crimination, segregation, denial of opportunity based solely on race. There were race-based barriers to union ap-prenticeships, in fair treatment by the criminal justice system, to housing in

"white" neighborhoods and schools, to white" jobs — even to the voting booth.
Racism was the enemy, and there sprang up a movement to confront it.
This being Black History Month, two

### reminders are in order. First, the move-MEANWHILE

ment succeeded in dismantling American apartheid. Second, it was not enough. The fruits of that movement the opening up of places of public ac-commodation, the extension of the franchise, the official desegregation of the law — were critically important. When the legal barriers were hreached, well-prepared blacks came flooding through. They and their progeny still represent America's black (and not only black) leadership. They are mili-tary generals and cabinet officers, mayors and members of Congress, journalists, physicians, judges, corporate executives, educators, diplomats, astro-

nauts — everything.

These successful blacks are far from complacent, as Ellis Cose makes clear in his solidly researched new book "The Rage of a Privileged Class." But they

Millions of blacks are not. If you asked me today to list the most pressing problems facing black America, racism would be several notches down from the top. Racism has not gone away; maybe it never will. But it seems obvious that rac-ism is a less powerful barrier than it once was. Young people who earnestly desire success and are willing to work for it seldom are denied that success solely on account of race. So why is it that millions of our voungsters are not successful, and

show no sign of becoming so?

I have argued that there have always been both external and internal barriers to our progress. A generation ago, the decisive harriers were external, and we built a movement to demolish them. Today, the decisive barriers are internal, and we need to build a movement to

overcome them as well. What would such a movement entail? There is no end to the possibilities, but for me the top priority would be to rescue our children. An astounding number of children are being lost; to drugs, to hopelessness, to violence, to death. They fail at school, become parents before they are grown-ups, reach

WASHINGTON — If you had adulthood without acquiring the educa-asked me, say 35 years ago, to list uon or skills to earn a decent living. Our young women suffer the debilitating effects of low self-esteem, and our young men, who ought to be the strength of their communities, are more likely

We need a crusade to save our children — a crusade as powerful and as broad-based as the 1960s crusade for

And, I freely confess, I do not know how to create it. I am not all that clear on how the earlier crusade became a movement. In the '50s and '60s, well before Rosa Parks refused to give up her sear and unwittingly launched the Montgomery bus boycott, there were people across America working at various aspects of civil rights. There were voter registration workers, real-estate testers, school desegregators, filers of class-actioo suits, sit-in-wade-iomarch-in demonstrators.

Then something happened. Some-how an umhrella was spread over all these discrete and independent projects, and they became collectively, the movement. It was far more than a matter of nomenclature. The birth of "the movement" changed attitudes. We saw change coming, and we wanted in be part of it. We joined a vasi alphabes soup of civil rights groups, walked picket lines, boycotted recalcitrant busioesses. White people joined us from across America. Sharecroppers joined college students, business executives joined politicians and reverend clergy, and America changed.

There are today people performing all the elements of a children's crusade: helping youngsters with their algebra and their self-esteem, keeping them out of jail, talking to them about life, raising money for their education, helping them to see - and attain - their life possibilities. I wish I understood by what chemistry these individual and local efforts could be transformed into a movement with the power to reach beyond the particulars of time and place and make our children - and not just black children, either — know that they are valued and loved and counted oo.

We would still have racism, no doubt, but we would also have a thing that is in woefully short supply, and whose absence, in my view, accounts for most of the problems that afflict our children.

We would have hope. Washington Post Writers Group,

Letters intended for publication should be addressed "Letters to the Editor" and contain the writer's sig-nature, name and full address. Let-ters should be brief and are subject to editing. We cannot be responsible for the return of unsolicited manuscripts.

### **BOOKS**

THE RIFLES: Vol. VI of Seven Dreams, A Book of North American Landscapes

By William T. Vollmann, 411

pages. \$22.95. Viking. **BUTTERFLY STORIES** 

By William T. Vollmann. 281 pages. \$21. Grove.

Reviewed by Charles Monaghan

A CENTURY from now, readthe golden age of the American over Certainly, there are at least three writers now living and working who can be ranked among the eight or 10 greatest novelists Amer-ica has produced, joining the likes of Melville and Hawthorne, Twain and James, Wharton and Faulkaer. The three are William Gaddis,

The three are witham Candar,
Thomas Pynchon and the comparatively unknown William T. Vollmann, who is only 33 years old.
Vollmann, an honors graduate in
comparative literature from Cornell published his first novel, "You
Bright and Risen Angels," in 1987 at the age of 27. It is about an allencompassing war between insects and electricity, which is to say, be-tween Nature and the Modern.

While "Angels" is the great ecology novel, Vollmann is far from a simplemented prosclytizer. Rather, he uses the dramatic confrontation between the ecology movement and its enemies to pump energy into his fiction.
In 1990, Vollmann published the

first of a planned series of novels called "Seven Dreams: A Book of North American Landscapes," a dance to the music of time about the confrontation between European invaders and the native people.
of North America. "Seven Dreams" has proven to be a magisterial work, based both on serious scholarship and great leaps of artis-

tic imagination.

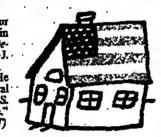
Volume I, "The Ice Shirt,"
chronicles the Scandinavian encounter with North America. To tell the tale, Vollmann braves the dense thicket of Scandinavian saga and emerges with a clear, exciting "and funny narrative.

Volume II. "Fathers and Crows," which appeared in 1992, closely follows the work of another great American writer, the historian Francis Parkman, in The Jesuits in North America," part of the historian's ambitious multivolume project, "France and England in the New World." Of course, Vollmann - being nobody's servile imitator - makes the thrilling story

uniquely his own.
Thus we come to "The Rifles," the third book in the series to appear but volume VI in the overall scheme. "The Rifles" moves the story of the confrontation between Europe and the indigenous people

• Gaston Sigur, head of the Sigur Center for East Asian Studies in Washington, is reading, "The De-valuing of America" by William J.

"I think it's fascinating. He makes a strong case for the renewal of homespun values that the U.S. has been based on for a long time." (Tise Gersten, IHT)



of North America ahead to the 19th However, almost half the book

focuses on the adventures of the present-day narrator (who bears some resemblance to the author), especially his affair with Recpail, an Inuit girl, including a crazy, charming visit with her to New York. And the novel's climax is his 12-day stay, all alone, in a remote and abandoned weather station.

There seems to be a trajectory in the "Dreams" series leading from a

and Crows," the French give them the blunderbuss. The Inuit get the rifle, which allows them to slaughter wildlife to the point where there is no longer sufficient food.

Overall. Vollmann's already sub-

Resolutely evenhanded, Volim never glosses over the failings of his Native Americans, including overhanting. He wants to picture them in all their intricate humanity.

stantial ocuvre can roughly be di-vided into two parts. On the one scholarly and removed account of hand are his production oumbers as diamonds.

myth and history to a melding of — "Angels," "Seven Dreams" and history and contemporary life. In "An Afghanistan Picture Show"

"The lee Shirt," the Scandinavians (this last an autobiographical ac
und travel writer, wrote this for The gave the Indians knives. In "Fathers count of Vollmann's attempt to Washington Post.

fight beside the Afghans against

the Soviet Union). The second group includes "The Rainbow Stories," "Thirteen Stories" and "Thirteen Epitaphs," "Whores for Gloria" and, most receasy, "Butterfly Stories: A Novel," released late last year. These shorter books deal unflinchingly with the seamy underside of to day's world. Prostitutes are at the center of

"Butterfly Stories." The novel is set mainly in Asia, where the narrator is pursuing various journalistic assignments. He is almost a parody of American innocence, hunting for love in the fleshpots of Bangkok and Phnom Penh. He finds it and its

contemporary consequence, HIV.
This bald summary does not do justice to the sharp observations of places and people in the book, or the masterly descriptions of sex, at once clinical and erotic.

In everything he writes, Voll-mann adamantly refuses to lie to himself or us. In an era saturates with political and commercial dishonesty and Disneyesque senti-mentality, it is a quality as precious

### BRIDGE

By Alan Truscott

Berry Westra, Netherlands, 772; and the game was made.

7th, Bob Hamman and Bob Wolff, At other tables, the contract usu-United States; 8th; David ally failed after a passive lead in 6 West led the heart five.

Berkowitz and Larry Cohen, Unit- black suit, ironically, it was Fallen

By Alan Truscott.

Berkowitz and Larry Cohen, United States.

On the diagramed deal, the standard contract was three no-trump
after South had opened two notrump. What would you lead as
world's best young player. In the
last year his other successes include
stood place in the World Imnor
Team Championship and third in
the European Championships.

The standing in the field of 16
pairs were: 1st, Helness and Helgemo, 890 victory points; 2d, Jeff
Meckstroth and Eric Rodwell,
United States, 839; 3d; Alain Levy
and Hervé Moniel, France, 807;
4th, Tony Forrester and Andy
Robson, Britain, 784; 5th, Paul
Reckstroth and Michel Perron,
France; 6th, Enri Leaftens and
Robson, Britain, 784; 5th, Paul
Berry Westra, Netherlands, 772;
Th Rob Hamman and Reb Wolff

Berkowitz and Larry Cohen, United States.

On the diagramed deal, the stanland opened two notrump. What would you lead as
west if you could peek into the
other hands? You might think a
bleart, which was the choice, without peeking, of Bjorn Fallenius, s
bleart, which was the choice, without peeking, of Bjorn Fallenius, s
Swedish crept who lives in Manhattan. He and his partner took the
first four tricks in hearts, but it did
them no good.

West shifted to a club at the fifth
United States, 839; 3d; Alain Levy
and Hervé Moniel, France, 807;
4th, Tony Forrester and Andy
Giamond queen, be played the ace
and king. This failed to drop the
Giamond queen, be played the ace
and king. This failed to drop the
Giamond queen, be played the ace
and king. This failed to drop the
Giamond queen, be played the ace
and king. This failed to drop the
Giamond queen, be played the ace
and king. This failed to drop the
Giamond queen, be played the ace
and king. This failed to drop the
Giamond queen, be played the ace
and king. This failed to drop the
Giamond queen, be played the ace
and king. This failed to drop the
Giamond queen, be played the ace
and king the countract was three no-trump
to the declares by correcting the count
for the squeeze.

NORTH

A 10 72

A 8 08

A

# TO OUR READERS IN GREAT BRITAIN

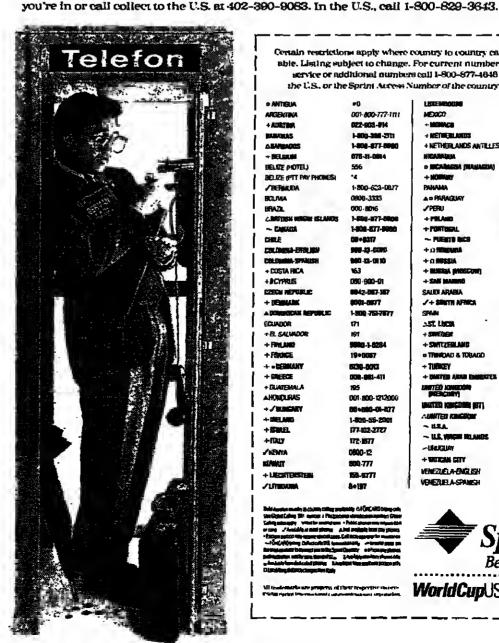
It's never been easier to subscribe and save. Just call toll-free: 0 800 89 5965

# Still trying to make an international call without Sprint Express?

Sprint Express\* is the painless way to call a foreign country when you're already in one. All you have to do is dial the proper access number shown below. You'll reach one of Sprint's English-speaking operators who can connect you to just about anywhere in the world, 24 hours a day. Just tell the operator how you want the call billed: to your Sprint World Traveler PONCARD," to your U.S. local calling card, or collect to the U.S. (You don't even have to be a Sprint customer to use Sprint Express.) Enjoy your calls, knowing you're paying low international rates, and that you're avoiding costly hotel surcharges. Remember to tear our the listing below and keep it handy for next time.

Because, unless you seriously intend to take up juggling, you really ought to be using

To order your free WorldTraveler FONCARD, dial the Sprint Access Number of the country



to the second of the comment of the

able. Listing subject to change. For current numbers, customer

service or additional numbers call 1-800-877-4648 while in the U.S. or the Sprint Access Number of the country you're in 001-800-777-1111 95-800-877-80 022-903-914 1-204-277-2040 + NETHERLANDS ANTILLES 001-800-7451117 078-11-0014 92-90 BELIZE OPTT PAY PHONES! 060-12-877 0000-3333 008-12-600 000-806 1-890-977-0000 1-800-677-9900 05917-1-877 1-500-577-80 900-13-0000 81-800-6677 8-005-155-6133 900 -E2-CE 100 + O SESSIA 060-900-01 + TAK MARKO 172-1677 0042-087-187 SAUDI ARABIA 1800-15 MACHINE TO SERVE AND ADDRESS OF THE PERSON NAMED IN COLUMN TWO IN COLUMN TO SERVE AND ADDRESS OF THE PERSON NAMED IN COLUMN TWO IN COLUMN TO SERVE AND ADDRESS OF THE PERSON NAMED IN COLUMN TWO IN COLUMN TO SERVE AND ADDRESS OF THE PERSON NAMED IN COLUMN TO SERV J+ SMITH AFRICA a-800-98-0001 1-200 751-7577 900-99-0013 +BL SALWADOR 9000-1-0284 + SWITZERLAND 155-1777 00008-1-4477 800-231 001-800-1212006 HATER KNICOSE ETT 0000-800-877 0520-800-800 AUNTED KINGSOM 1-800-55-2001 - HEA 177-102-2777 ~ ULE, WINGON HILANDS 1-200-277-2000 172 1577 ~UKUGUAY 0800-12 172-1677 Sprint.

# Valencia's **Festival** Of Fire

In Mid-March, Artists' Works Go Up in Flames

By Al Goodman

TALENCIA, Spain — Imagine a city that will spend \$3 million this year 10 commission bundreds of works of art and then burn them, on the night of March 19, in front of huge crowds, accompanied by exploding fire-

You call that crazy? In Valencia, they call it Las Fallas, the fiests of fire. In a city renowned for public parties -like the one in July wheo people inrow flowers at each other Las Fallas is by far the most popular festival and certainly the biggest, bawdiest and most boisterous.

"If noise bothers you, it's better not to come," said a local reporter, Moises Domin-guez, referring to the fireworks, hrass bands and the half-million visitors who flock to this city of 750,000, the third largest in Spain, March 15 to 19.

Yet the loud music and explosions, which start daily at 8 A. M. and continue well past midnight, are just the accompaniment to the fallas themselves: 736 brightly-painted, mixed-media sculptures of bumans, animals and objects that parody or pay homage to contemporary life.

Margaret Thatcher and Ronald Reagan were favorite subjects in their heydays for falla caricatures. Because of the secrecy surrounding the falla workshops, it is diffi-cult to tell which world figures will get roasted this year.

The European Union routinely is a target of falla artists. The EU once was depicted as a dirty toilet adorned with 12 flags, and another time as a vampire sucking the blood out of the pristine oew member Spain, depicted as a beautiful nude woman.

The festival dates to medieval times when Valencia's carpenters hurned crude wooden T-shaped frames that held winter lamps and unneeded wood shavings on March 19 to

honor St. Joseph, the patron of carpenters, Some falls chroniclers interpret the ritual burning as a cleansing process on the eve of spring. The festival has grown steadily in size and stature since the 1940s. Salvador Dali designed a bullfight (alla in 1954 that included, not surprisingly, his own face.

The largest falla this year rises to 30 meters (98 feet), took nearly a year to make and cost \$156,000. It will be on display for four days in city ball plaza before it is consumed by flames in only about 30 minutes on the fateful "night of fire." The sculpture, by veteran José Martinez Mollá, commemorates the 50th anniversary of the falla artists guild.

Martinez has won the contest to design the giant falla at city hall plaza for the past five years. He said the burning of his creations, which he always watches, leaves him with a sense of pride. But to hedge his bets, Martinez also sculpts in mixed media that will not be ignited at the fallas. Ditto for dozens of other guild members whose large workshops are clustered in a working-class Valencia district.

These workshops also have created floais for Mardi Gras in New Orleans and storefroot designs for Euro Disney near Paris.

Valencia's 369 neighborhood-based falla "commissions" raise money throughout the year to order fallas of all sizes from the artists. Work begins in the spring, Fallas once were patched together from old cloth or wax. But modern versions involve meticulous designs and scale models before construction, using wood strips, or clay and

SKI HOTELS

MERIBEL-MOTTARET 1,700 M

At the foot of the 3 Valleys slopes

HOTEL MONT VALLON 4444

5.600 FF PER PERSON, 1 WEEK WITH

INCLUDES acces to pool, sauna, hammam, squash, fitness

Resevations: 79.00.44.00 - Fax: 79.00.46.93

HOTELS

Management A.H.M.I., subsidiary of THED International

club, U.V. Children under 15 half price.

HALF BOARD, DOUBLE ROOM



One of the hundreds of elaborate "fallas" burned each year in March.

plaster molds that yield cardboard and pa- medical crews on standby around the city. pier-mache-type figures.

The fallas are placed in public squares and intersections on March 15. Special juries view them oo March 16 to decide on dozens of awards, the most important being the

"special section" prize.

The fiesta's main religious component occurs on March 17 and 18, when locals march in traditional costume to the plaza next to the cathedral. The flowers they carry are arranged on a tall wooden frame into an image of the Virgin of the Forsaken (Desam-

parados), Valencia's patron.

Meanwhile, neighborhoods overflow with paella, the local specialty, while fireworks crackle and pop endlessly. The biggest explosions are daily at 2 P. M. in city half plaza, where a show lasts 10 minutes. The gunpowder employed in the past blew out windows in the vicinity before authorities limited the potency of the blasts.

Fireworks cause dozens of minor injuries annually, most of them treated on the spot by

The fiesta's culmination on March 19 allows the nimble-footed visitor to see only a few fallas being burned, because the torching starts at midnight around town, when hanging firecrackers explode in chain reaction to ignite the fallas doused with flammable liquids.

At city hall plaza, Dominguez recommeods getting a spot on Calle Barcas for a good view, a few bours before the 1 A.M. (March 20) torching of the biggest falla.

Yet each year a few smaller fallas, are "pardoned." The public votes to save one that is well-crafted, which is sent to city government's falla museum. The falla artists guild selects a few others for the guild's Museo del Artista Fallero, which is open daily.

Valencia's tourist office, which does not handle hotel requests, is in the city hall build-ing on Plaza del Ayuntamiento I. Tel: (34-6) 351-0417. Request the program guide to Las

Al Goodman reports from Spain for CNN.

# New Life for 2 Berlin Landmarks

By Craig R. Whitney
New York Times Service

ERLIN - Two extraordinary buildings in Berlin - the Protestant cathedral, built as the court church of the German kaisers, and the gold-domed New Synagogue, which the Nazis set ablaze during Kristallnacht— have risen from the ashes to bear spiritual witness to the German past.

The restoration of both structures, in the center of the city on what used to be the Communist side of the Berlin Wall, symbolizes Berlin's hope to be restored as the cultural and political capital of free Germany when the government moves here at the end of the ceomry. Yet both places, within a short walk of each other, are poignant reminders of how badly wrong things went the last time Berlin was the capital.

The cathedral, a late-19th-century attempt by the Hohenzollerus to match the glory of St. Paul's and Westminster Ahbey in London, was badly damaged in World War II but reopened in June after an 18-year reconstruction project that was parily financed by the German government in Bonn.

The synagogue's exotic golden dome, topped by a gilded Star of David, was restored in the summer of 1991 and now rises high over the Oranienhurgerstrasse, three blocks north of the cathedral. The rest of the building is still under construction as a center of Jewish culture, and will open next year.

Both restorations began wheo this part of Berlin was under Communist rule, a fact forgotten by many now that the city is no longer divided. But reminders of the past are as inescapable as the pockmarks and chunks still missing from the blackened stone mass of the cathedral even now that the interior has been restored to its gilded original state.

The synagogue was set ablaze during what the Nazis dubbed Reichskristallnacht in November 1938. It was not destroyed then be-cause a German police superintendent, Wil-helm Krützfeld, arrived on the scene and chased away the storm troopers who had set fire to the building.

N architectural curiosity since its construction in the 1860s - a brick and terra-cotta structure in a style meant to bring Moorish architecture to mind — the building bears over the main entrance an inscription in Hebrew: Open ye the gates, that the righteous oation which keepeth the truth may enter in" (Isaisb 26:2).

In 1866, there were 28,000 Jews in Berlin, then a city of about 700,000. The exotic and opulent Reform synagogue reflected their economic success, and their pride in it, and it soco attracted anti-Semitism.

Heinrich von Treitschke, the nationalist German historian, wrote, 13 years later, that the most beautiful and impressive house of worship in the German capital was a synagogue, a fact that proved to him that Jews were more powerful in Germany than any-where else in Europe. The synagogue re-mained at the center of Jewish life in the city

until the 1930s. After 1933 the synagogue became a target for the Nazis. The last religious services were held in the building, which had been repaired after Kristallnacht, in 1940. The German Army used it afterward as a uniform depot, until it was destroyed in an Allied bombing in November 1943. In 1945, when the Russians marched in and occupied this part of Berlin, only a handful of Jews were left in the city.

In 1966 the Communists permitted the small Jewish community in East Berlin to put a plaque on the building declaring the facade a place of solemn remembrance forever. But not until 1988 did Erich Honecker, the last East German Communist leader, permit the start of the synagogue's full restoration as a Jewish center,

It was not religion the atheistic Commu-nist regime was interested in, but its own reputation of being supportive of Jewish culture — itself unusual for a state that

The gold-domed New Synagogue and the Protestant Cathedral have been restored.

pretended that only West Germany had in-herited responsibility for the crimes of the Nazis. Honecker attended the laying of a symbolic cornerstone in November 1988, and within a year be and the Communists were out of power and the Berlin Wall, only a few bundred feet away, crumbled.

With German reunification, it became

easier for western Germans to contribute to the restoration. But the Jewish community in the eastern part of Berlin remains tiny. The interior will be only partly restored, and the project is not expected to be completed be-fore May 8, 1995, the 50th anniversary of Berlin's liberation by the Red Army.

The Moorish-style sanctuary, a large anditorium with soaring arches, columns, and skylights, and a balcony on three sides for female worshipers, will not be re-created, at least for now, said Hermann Simon, director of the foundation that is financing the restoration of the synagogue. A modern museum of Jewish life in Berlin will occupy part of the former vestibule. The outlines of the sanctuary behind it will be marked on the ground and visible from a glass wall on the street. .

While the interior remains a construction site, the exterior facade is complete. A broad and textured polychrome structure of yellow brick and filigreed terra-cotta, it rises to support the great central silver dome, overlaid with gold tracery, and flanked by two smaller minaret-like silver and gold cupolas on towers. The Jewish Community House next door has periodic historical exhibits on Jewish life in the capital and memorabilia.

The 375-foot (115-meter) high coppersheathed dome was clearly inspired by the much bigger one at St. Peter's in Rome, but the Berlin structure is not quite 100 years old. Kaiser Wilhelm 11 and his courtiers wanted something to show off the power of their dynasty after his predecessor. Wilhelm I and Bismarck had created the German

Empire.
No effort was spared. Turrets, triumphant statues, columns, capitals and porticoes pile on top of each other on the grey granite exterior, across the extension of Unter den Linden from where the Hohenzollerns' royal palace used to stand.

The kaiser's cathedral, designed by Julius Carl Raschdorff, was completed in 1905, after 11 years of construction. The tin and marble sarcophagi of most of the dukes and kings of Prussia whose family had lived in Berlin since the 15th century were transferred to a crypt the architect hoped would turn out to be drier than its predecessors, frequently flooded by the Spree. The most important stood in the monument chapel above the crypt, and here, too, was an imperial statue of Bismarck, in a toga, the remains

of which were destroyed in 1975. But Kaiser Wilhelm was never laid to rest in his cathedral. World War I ended his reign and his dynasty's in 1918, and he died in exile in Holland. The Protestant church began a period of decline that accelerated after the Nazis took power in 1933. Heavy Allied air bombardments beginning in 1940 left the cathedral a decapitated ruin in 1945. the dome collapsed into the main sanctuary below and the crypt chapel was so heavily damaged that it was demolished.

HOUGH downtown Berlin around the min was nearly unpopulated until the Communists built new housing projects, church au-thorities maintained the parish and, in 1974, persuaded Honecker to let the building be

restored, at West German expense.
"It was a controversial project for several reasons," said Hermann Kalima, a Protestant Church official in Bonn. "It wasn't easy to justify the rebuilding of the imperial Wil-helmine church. But it was part of a package agreement between the church, the West German government, and the East German authorities that allowed us to restore other old churches and build a few new ones in East Germany, for the same sum it cost to restore the cathedral."

Most of that amount, the equivalent of \$63 million was provided by the church in West Germany and the government in Bonn, while workers for the project were provided, mainly by the East Germans, until 1989. The work on the main building was finished in June, though it is still going on in the crypt.

■ Annals of marketing: A Washington winemaker whose sweet white wine went bad has turned it into sherry under the name "Faux Pas '83," the Associated Press tells us. At your own risk: L'Ecole No. 41 Winery, west of. Walla Walla, Washington, from April, under \$15 a bottle.

بإزال

2.44.

Park Co

### HOVIE GUIDE



**HOLIDAYS & TRAVEL** 

'My Girl 2' Directed by Howard Zieff.

Anna Chlumsky, who is like sunshine on a cloudy day, deserves the potential franchise that began with 1991's "My Girl." Chlumsky is such a wonderful actress, you can imagine sequels for decades ahead. Now 13, Vada Sultenfuss (Chlumsky) is at one of those crossroads of adolescence that seem particularly innocent because of the movie's setting, a small Pennsylvania town in 1974. Her father Harry (Dan Aykroyd) and stepmother Shelly (Jamie Lee Curtis) are about to provide Vada with a

Austin O'Brien, Chlumsky in "My Girl 2."

Billed as a comedy about a hapsibling, and the anticipation of less bunch of army recruits who become heroes, this film could that event provokes myriad feelings. But it's a school project better be described as a tragedy that provides Vada with a purpose. Assigned to write about for the viewer who sacrifices 90 minutes and the price of admissomeone who's achieved somesion. The script is based on the thing worth writing about but someone you've never met, writings of a veteran contributor Vada decides to write about her mother, Maggie Muldovan, whom she knows little about. to Spain's leading satisfied maga-zine. El Jucves, which is pub-lisbed on Wednesday, not After a whirtwind courtship and Thursday as the title suggests. But while the magazine often captures the best of hard-edged marriage to Vada's dad, and a difficult pregnancy, she had died at Vada's birth, her life as a Spanish wit, the movie comes up young actress chronicled in a few playbills and knickknacks colempty-handed. The five recruits and their bungling sergeant lected in a small box clearly trea-(Juan Echanove) are sent on a sured by Vada. Vada turns out secret mission. But we never to be a Young Miss Marple, really learn what the mission is tracking down classmates, teachor why a trio of Japanese terrorers and others who touched on ists masquerading as tourists want to steal a compact disk at a NATO military installation in her mother's brief life. The sweetness of the film is that these Spain. Could the CD contain a gradual revelations illuminate a prized collection of Julio Iglesias vibrant young woman who both hits? The film is full of the lowest followed her muse and served as one - not unlike Vada berself. attempts at humor and of womas it turns out. "My Girl 2" is

awkward assuredness.
(Richard Harrington, WP)

Spain

ACROSS

s Kind of Ne

11 Vacation son

7 Dupe

14 Fazz

15 Speed

se Total cost

17 Dear ones

se Come before

20 Psychiatrist?

23 Pain of 8 sort

25 Cookout fare

28 Bus starter

24 Extress

22 Mirror image?

en who can't wait to get un-dressed for the soldiers. To top it clearly about roots and the journey to self-discovery. At 13. off, there is an imitation of the "Rambo" character. But even Chlunisky is blessed with a sub-Sylvester Stallone is funnier. tle beauty that's still budding: Her smile is offhandedly charm-(Al Goodman, IHT) ing, her eyes sparkle and she holds hersell with a convincingly I'll Do Anything Directed by James Brooks, Historias de la Puta Mill

30 Actor Jannings

37 in a managenal

position to

40 Fancy

41 it's hieu on

42 Steve Allen

Show" veteran

45 Detach, in a way

38 Self-disgnosis?

34 Canter

35 Re-election

Directed by Manuel Esteban,

The same acuity with which James Brooks made "Broadcast News" is at the heart of "I'll Do Anything," a droll, buoyant

44 Hyde Park sight

46 "The Last Time !

Sew Paris" composer



thumbs-down verdict. The film's

Albert Brooks and Nick Nolte in "I'll Do Anything."

near-musical about an out-ofwork actor and his scary little daughter. This time, the filmmaker turns his attention to Hollywood, which he presents as a place ruled by insane paradox. But self-important as they are, the high rollers live and die by the opinions of moviegoers. It's true that common folk inspire nothing but contempt in Burke Adler (Albert Brooks), a producer. But it's also true that Adler quails over the results of audience preview cards. In the course of the story, those cards lead to the drastic cutting of Adler's latest action picture. It's almost fitting that "FI Do Anything" has come to illustrate the satirical premise, since this film lost its musical numbers after a

preview audience delivered a

main character is Matt Hobbs (Nick Nohe), who reveals himself in a prologue. In 1980, as a nominee for a best-actor award, Hobbs didn't really mind when somebody else won. He is hopelessly out of synch with any of the cutthroat people who might hire him. When he does land a job, it's that of playing chauffour to Adler. As the film gets going. Matt takes on an added responsibility: care of his 6-year-old daughter, Jeannie (Whittni Wright). Jeannie is nominally Matt's child, but she may just be the demonic offspring of the movie community. Tough, ming and manipularively adorable. Jeannie makes a terrifyingly perfect show-biz kid. (Janet Maslin, NYT)

### CROSSWORD

10 "With Reagan:

Story" author

The Inside

44 Date

12 Orbit

13 Help

19 Urgent 21 Native

24 Sigmund's

25 Tiptoe's

27 Works

28 Party

31 Display

32 Standard

35 is attracted

38 Section in a

25 Fly like a flying

HOTEL! HOTEI Enjoy top four and five star deluxe accommodation in Central London FROM JUST E85 ingli AND NEVER £115 SINGLE OF DOUBLE PHONE0372



HOLIDAY RENTALS

LAC MAJEUR - ITALY

Reasonable long-term rates, Romanic restored sheepfold, stone mol/walls. 10 mm. walk village, 90 min. Lugano. Milan airport. Near wild park 1000 m. alt. fully equipped, rustic antique furniture, large living room extrabed. ining area, modern kitchen sedroom. Large wooded garden.

Tel. Geneva + 41-22-329 21 76, Italy + 39 323 55 30 38.

HOLIDAY RENTALS FRENCH PROVINCES

DORDOGNE - PERIGORD NOTE. Junning "Massin de Marre", 50 cares, pod vivers Spacina, veil equipped, 7 bestroara, 4 bestro, 124 orang (33) 5328 522a. Fox 5327 3621 WBBON, May - Oct. Charming old Max, 3 beds, 2 boths, pool 3 octes, 1st (23,976 gard) Fax (33,962 879) PROVENCE, luxunous nouse, 5 bed-mons, 40 octes ared with sensering pool, All year Tel; (33,75.96.51.45)

CARIBBEAN ST.BARTHELEMY, F.W.L. OVST 200
PRIVATE VACATION VILLAS - beachfred to Mithele with peoch. Our operation of Mithele with peoch of Miss personally, for reservations on St. Barts St. Microton Acquillo, Bortscoto, Missiane Mithele
Vican Barts. Cell WIACO SBAFTH - U.S. [PLISAP-8817-16. 347479), from FRANCE 65 99 16 35 BNGLAND 0.80069-8013.

RELAND SPECTACULAR VIEWS - \$1000 AL Fleer Stamon Amon, golf fishing 3-4 bedrooms, Fiss London 71-376-0219

HOLIDAYS & TRAVEL GO WHERE THE BIG SHIPS CAN'T.

LOW COST FLIGHTS DALLY FLIGHTS at lowest face to pay major in it argors on its, business & huma data, its PT Part (1) 47 (4675) ACCES IN LYONS Tel: (16) 78 63 67 77 Ow by phone with credit card

WORLDWIDE Special deporture of the lowest ever discount; economy curfure. Credit cords possible. Tel: Para (1) 42 87 10 81 Fax 42 56 25 82

HOTELS CARIBBEAN

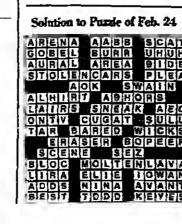
resort. Private colleges in each control service service service chief sorted private chief becath. Fully service private chief becath. Fully service chief. Families inesticate. Come five as we live. 809-957-4400

HOTEL AL BUSTAN East of Being, 5 star de Lune, Exceptional Josephon, security, common true cusme, conven-tions, business services, satellite IV, 18 min transfer from carpor free from (1-21) 478(39) - (3-31) 4503316 Parme: Stepenberger Hotels + UTELL PHILIPPINES

ADMIRAL HOTE, 2136 Reass Bvd. Manilo Philippines, Tel: 5210711, Teles 74260438 ADMOTEL PM. First don. 110 rooms faum Manilo Bay.



For information call Fred Ronan in Paris on 40.37.93.91 or your local IHT representative (List in Classified Section)



48 Oxygenator 49 Scr-fi objects 51 Shooper's 53 Where one is in the stadium' 56 Personal Stove stuffin 61 Land, as a feth

es Back 64 To be, abroad #5 Kind of kick 65 Of course er U.S. Army

> DOWN 1 Forbes competition 2 Nostalgic soft drink na 3 Boy Scout's act

4 One who me personal plugs **Restaurant** 

psychologica 39 This puzzle's purning theme 40 Self-delense 45 Make a broboss) 47 Sergeant major. Abbr.

46 "Brighton Rock"

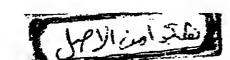
50 Say "i do" again

O New York Times Edited by Will Shortz,

53 Ouesting

as Romance

Pagliaccio de la companya del companya del companya de la companya so killer of the



### AUSTRIA

Vierna
KunstHaus Wien, tel: 712-0485, open daily. Continuing/To May 1: "Le Corbusier, The Architect" — Charles-Edouard Janneret, The Painter." As an architect, Le Corbusier (1887-1965) became world tamous, as the painter he remained Charles-Edouard Janneret. The exhibition teatures 150 drawings, paintings, sculptures, architectural modals and tapestry. als and tapestry. Kunsthistorisches Museum, tel: 52-

Kuristhistorisches Museum, tel: 52-177, closed Mondays. Continu-ing/To May 29: "leabella d'Este: La Prima Donna del Mondo." Paintings by Corregglo, Marriegna, Perugno, antique cameos and bronze stau-ettes, ceramics, drawings, coins and medals commissioned or acquired by the Renalssance princess.

### BELGIUM

Brussels
La Monnaie, tel: (2) 278-12-11. A
new production of Rossini's "Otello."
Directed by Luca Ronconi, conducted by Gianluigi Gelmetti, with Chris
Merritt and Lella Cuberil. March 5
(premiere), 8, 10, 13, 16, 19, 22, 24
and 27

es Royaux d'Art et d'Histoire Musees Royaux o'Art et d'Histoire, tel. (2) 741-7211, closed Mondays. Continuing/To April 17: "Miniatures Mogholes de l'Inde." Miniatures from the New Delhi museum, depicting life under the Mogul emperors.

### BRITAIN Edinburgh

Edinburgh
Floyal Museum of Scotland, tel:
(31) 225-7534, open delly. To April
17: "The Birth of Democracy." Discoveries from archaeological excavetions of the Agora in Afriens. The
exhibition contains coins, decorated
pots and artifacts from the daily lifa of
ancient Athenians, as well as a clepsydra used in Pericles's time to limit
the sneeking time of lacturers. he speaking time of lecturers.

National Gallery, tel: (71) 839-3526, open daily, Continuing/To April 10: "Claude: The Poetic Land-scape." 25 paintings and 50 draw-ings by Claude Lorrain, the 17th-cen-tury French painter, London" tury French painter, London'
Royel Academy of Arts, tel: (71)
439-7438, open daily, Continuing/To April 2: "The Unknown Modglian!." More than 400 drawings by
Amedeo Modigitari from 1906 to
1924. Continuing/To. April 6: "In
Pursuit of the Absolute: Art in the
Applied World." 200 mediamineme Ancient World." 300 masterpieces from the George Ortiz collection, including Sumerian carvings, Egyptian sculptures and Greek bronzes, vases

and lewelry.
Tate Gallery, tel: (71) 887-8000, open dally. Continuing/To May 8: "Picasso: Sculptor/Painter." 168 sculptures, paintings, drawings and ceramics.
Victoria and Albert Museum, tel:
(71) 589-6371, open daily. Continuing/To April 10: "Faberge: Imperial

### CANADA

Musée des Beaux-Arts, tel: (514) 285-2000, closed Mondays. To May 1: "Duane Hanson." 30 hyperrealls-

### CZECH REPUBLIC

Castle Riding School, tel: (2) 33-37-32-32. Continuing /To March 27: "Recent and Contemporary Czech Painting From the State Gal-leries' Collections."

### DENMARK

Copenhagen Louisiana Museum of Modern Art, tek (42) 19-07-19, open daily. Con-finaling/To March 6: "Claude Monet: Works From 1880 to 1926."

Centre Georges Pompidou, tel: 44-78-12-33, closed Tuesdays, Confin-uing/To-March 28: "Le Dation Vieira uing/10-March 26: "La Dation viera da Silva." Palintings, drawings and sketches on paper for the windows of a church in Reims. Also continuing/To May 9: "La Villia: An et Architecture en Europe 1870-1993." How the European towns of today were planned, perceived and idealized by problement and entires from the entire! architects and artists from the end of the 19th century to date.

Institut du Monde Arabe, tel: 40-51-Institut of Mondey Arabe, 48: 40-31-38-38. Closed Mondays. Continu-Ing/To April 30: "Syrie: Memoira et Civilisation." Art objects covering the history of Syria from the 3d and 2d millenniums B. C. to the early 20th century. Jeu de Paume, tel: 42-60-69-69.

closed Mondays. Continuing/To March 13: "James Bishop." 30 paint-ings on canvas and 62 oils on paper, spanning the years 1957 to 1987. Musée du Louvre, tel: 40-20-50-50, closed Mondays. To April 18: "Egyptomania: L'Egypte dans l'Art Occidental 1750-1930." Egypt as a source of inspiration in European article creation.

Musée du Petit Palais, iel: 42-65-12-73, closed Tuesdays. To May 29: "L'Art des Sculpteurs Tamos: Chefs-d'Oeuvre des Grandes Antilles Pre-colombiennes." Cult objects, stat-ues, weapons and belts made by the aborigines living on Cuba, Puerto Rico and the Dominican Republic, at the time of Christopher Columbus.



Woman in a Hat," by Picasso in a London show.

JAPAN

Hakone Open Air Museum, tel: (4) 602-1161. Continuing/To March 21: "Amoldo Pomodoro." 73 works

### GERMANY

Berlin
Amerika Heus Berlin, tel: (30) 21107-59. To March 18: "Lewis Beltz:
Fule: Without Exception." A retrospective of the work of the American
documentarist, including photographs of tract houses at the foot of
the Rocky Mountains, the wastelands
near San Francisco-Bay and inner
city park francisco-Bay and inner
city park francisco-Bay and inner

Haus der Kulturen der Welt, tel: (3) 97-87-0, closed Mondays. "Die Garten des Islam." The garden as a metaphor for paradise in Islamic carpets, textiles, miniatures and woodcavings; from Indonesia to Africa.

Frankfurt

Schim Kunsthalla, tel: (069) 29-98-82-0, open daily. To April 17: "Gold-neim, Schwert und Silberschatze."

Hamburg

Hamburg

Hamburgische Staatsoper, tel: (40) 35-68-454. Rossin's "Der Barber von Sevilla." Directed by Gilbert Dello, conducted by Asher Fish, with Kieth Lewis, Reinhard Dom, Ning Lang and Urban Malmberg. March 12, 15; 17.

Muraich

Suppose Staatsoper, tel: (3) 3828-5131, closed Mondays, Continuing/To April 3: "Great French Paintings from the Bernes Collection." Pictures selected from the Collection of Dr. Albert C. Barnes of Philadelphia.

Suntory Museum of Advanced to the Collection of Dr. Albert C. Barnes and prints by Italian southor.

National Museum of Western Art, tel: (3) 3828-5131, closed Mondays, Continuing/To April 3: "Great French Paintings from the Bernes Collection." Pictures selected from the Collection of Dr. Albert C. Barnes of Philadelphia.

Suntory Museum of Advanced to the Collection of Dr. Albert C. Barnes of Philadelphia.

Suntory Museum of Mestern Art, tel: (3) 3828-5131, closed Mondays, Continuing/To April 3: "Great French Paintings from the Bernes Collection." Pictures selected from the Collection. Pictures selected from the Collection. Pictures selected from the Collection." Pictures selected from the Collection. Pictures selected from the Collection.

Munich
Bayerisches National Museum, tel:
(89) 211-24-1, closed Mondays. To
May 29: "Sliber und Gold: Augsburger Gordschmiedekunst für Die
Höfe Europas." Silver and gold tableware created in Augsburg for the European courts in the 17th and 18th
centuries. The exhibition includes a
30-plece Roccoc set, as well as the
gold set belonging to Anna, czarina
of Russia.

\*\*The Russia Silver and S

Kunsthalle Der Hypo-Kulturstiftung, tel: (89) 22-44-12, open daity. To April 24: "Bonnard." 140 bil paintings, a screen and seven sculptures. Includes interior scenes, views from his house in Le Canet in southern France, still lifes, nudes and land-scapes by the French Nabi painter.

### ISRAEL

Jerusalem The Israel Museum, tel: 972-2-708-811, open daily. To April 30: "Uwe Loesch: The Place, the Time and the Point." 70 posters and billboards by the German graphic designer.

Museo d'Arte Contemporanez, tel (11) 958-7256, closed Mondays, et. Continuing/To April 30: "Keitti Harling," 150 paintings, drawings, sculptures and objects by the American

Veneze Correr, tel: [41] 52-06-288.
Continuing/To April 4: "Pletro
Longhi." 50 paintings, 35 drawings
and 14 prints by the 18th-century
Venetian painter.



Seats of Power

in fact, hundreds of them. The Westfields International Conference Center. A suphisticated facility dedicated to a single objective: the success of your business meeting or conference.

10,000 square feet of meeting space. 30 distinctive conference months. 340 luxurious guest months. Briefing auditorium with brigaticust media center. Full exercise and recreational facilities. When success with conjective, Westlekkis the destination. Just 7 miles

when success superingering, we success spine designation. Just 7 miles Ipon Dulles International Airport, and a mene 30 minutes from downtown Washington, D.C. For more information, please call (193) 818-0300 or in the USA (800) 635-5656. WESTFIFLDS INTERNATIONAL CONFERENCE CENTER. 1 (750 Conference faction Drive • Chandily, Virginia 22021 - (703) 818-0300 • FAX (703) 818-3655

Phoenician, Roman, Visigothic, Mo-zarabic and medieval artifacts.

### SINGAPORE

Empress Place Museum, 1el: 336 73-33, open daily Continuing/To July 1994 "War and Rifual: Trea-

### SPAIN

States and Sarcerone.

Fundacio La Caixa, tel: (3) 404 60
73, closed Mondays. To April 3:
"Willem De Kooning." 50 oil paintings, bronze sculptures and drawings salected from the Hirshforn Museum in Washington. The exhibition follows the Abstract Expressionist's career from his early ligurative peintings, his explorations in Cubism, and his lyrical abstractions of the later years. The exhibition will travel to Atlanta,

### SWITZERLAND

Lausanne
Fondation de l'Hermitage, lel: (21)
320-50-01, closed Mondays. Continuing/To May 1: "La Nouvelle
Vagua: L'Estampe Japonaise de
1868 a 1939." From a private collection, 160 Japanese prints by artists of
the Meiji, Taisho and Showa periods.
Musée da l'Elysée, tel: (21) 617-4821, closed Mondays. To March 20:
"Trenta Ans de Photographie." Phofographs dating from the '50s, '60s
and '70s from the collection of Le
Fondation Select. Includes works by Nagoya
Nagoya City Art Museum, tel; (52)
212-0001, To March 21, closed
Mondeys. "Toulouse-Lautrec et le
Japonisme," 80 oil paintings, sketches, lithographs and posters by the
French painter showing the influence
of Japan on his representations of
late 19th-century society.
Tolkyo Fondation Select. Includes works by Josef Koudelka and Cartier-Bresson.

Zurich Zurich
Kunsthaus, tel: (1) 251-6755,
closed Mondays. To May 8: "Richard
Gerst!; Das Gesamtwerk," The Influence of James Ensor and Edvard
Munch is evident in the works of Austrian Expressionist painter, Richard
Gersti (1883-1908). The exhibition
features landscapes, portraits, including a portrait of Arnold Schonberg and his wife, and self-portraits. Fuji Art Museum (tel: 426.91.4511). Continuing/To Merch 31: "Napoleon, the Great Hero." Features Napoleon's daring rise to power though paintings by David and Ingres, sculplures, craftworks, jewetry, furnitura and books.

### UNITED STATES

and Chicago.

Los Angeles
Los Angeles County Museum of
Art, tel: (213) 857-6000, closed
Mondays and Tuesdays. To May 1:
"Picasso and the Weeping Women:
The Years of Mane-Therese Water
and Dora Mase." 40 paintings, draw-The Years of Marie-Therese Walter and Dora Mear." 40 paintings, drawings end prints focus on Picasso's depictions of the women in his life during a time of political upheaval. The exhibition will travel to New York

of Philadelphia.

Suntory Museum of Art, tel: (3)
3470-1073, closed Mondays. To
March 21: "Uldyo-a by Moronobu Hishikawa." 80 works by Moronobu (c.
1625-c. 1695) who is said to be the
first uldyo-e artist. In addition towoodblock prints, he produced portraits and penra petitings. New York New York

Metropolitan Museum of Art, tel:
(212) 570-3951, closed Mondays.
Continuing/To April 3: "Degas
Landscapes." 61 pastels, monotypes
and oil patinings by Degas, many
inspired by his journey through Burgundy in 1690.

Museum of Modern Art, tel: (212)
708-9750, closed Wednesdays. To
May 10: "Frank Lloyd Wright: Architect." A retrospective devoted to
Wright's 70-year career. It Includes
350 original drawings, 30 scale models as well as photographs and archi-Amsterdam
De Nederlandse Opera, tel: (20)
551-9922, Rossini's "il Barbiera di
Sivigiia," Conducted by Alberto
Zedda, with Hong-Sheng LI, Donald
Adams, Monica Becelli and Vassily
Gerello, March 3, 5, 8, 11, 13, 15, 16,
21, 24 and 28.

els as well as photographs and architectural fragments.

21, 24 and 26.
Van Gogh Museum, tel: (20) 5705200, open daily. To May 29: "Pierre
Puvis de Chavannes." More than 150
works by the French painter (18241898), known for his Arcadian
themes and his murals on the Sorbonne, Pantheon and city hall walls
in Paris. Features portraits, still files,
landscapes and drawings, as well as
works by van Gogh, Picasso, Gauguin and Matisse showing the direct
influence of Puvis de Chavannes's
imagery and style. Tha New York Kunsthalla, tel: (212) 529-5691, closed Saturdays and Sundays. To April 3: "Witnesses of Existence: Six Artists from Sarajevo." Installations produced by six artists from Sarajevo, often using material from the ravaged city.

Washington
National Portrait Gallery, tel: (202)
357-2866, open daily. To April 24:
"From Enzabeth I to Elizabeth II: Master Drawings from tha National Portrait Gallery, London." Portraits of writers, politicians, artists, monarchs, and soldiers by major British artists of tha past 400 years. Among those represented are Gainsborough, Constable Sargent, Moore and Kitaj.

sures of the Warring States." An exhibition of Chinese pronze culture from the Warring States period (475-

bonal Museum Art Gallery, tel: reproving Museum Art Gallery, 16: 3371-265, open daily. To March 13, 1994: "Porti des Arts: Nanyang Artists in Paris, 1925-1970," Features the early works of 21 artists from Singapore and Malaysia which were completed in France, as well as recent paintings. cent paintings.

Barcelone Barcelone
Fundació Joan Miró, tel: (93) 32919-08, closed Mondays. To April 10:
"Amat: Four Background Landscapes 1975-1992." 122 drawings 
and works in mixed media produced 
by the Spanish paritier while he lived 
in Morocco, Mexico, the United 
States and Barcelona.

Fundació La Coira Nel: (3) 404 50.

Valencia
IVAM Centre Julio Conzález, tel:
(6) 386-3000, closed Mondays. To
April 24: "Reout Hausmann." 250
works by the Austrian-born ariet
(1886-1971), a representative figure
of Berlin Dadaism around 1918. The
exhibition will travel to Berlin.

Vasari in his "Lives of the Artists," "abandoned what they had embarked on, and would not let any more of the place be destroyed.

of an artist whom Vasari once described as "the faultless painter," a composition of pic-torial richness and happy naturalism that became the Tuscan response to the better-known Leonardo da Vinci "Last Supper" in

vents are decorated with the scene of the Last Supper. Known as cenacoli - after the areas where the monks or nuns took their meals - these Last Supper scenes depict declares that one of his 12 chosen apostles will betray him.

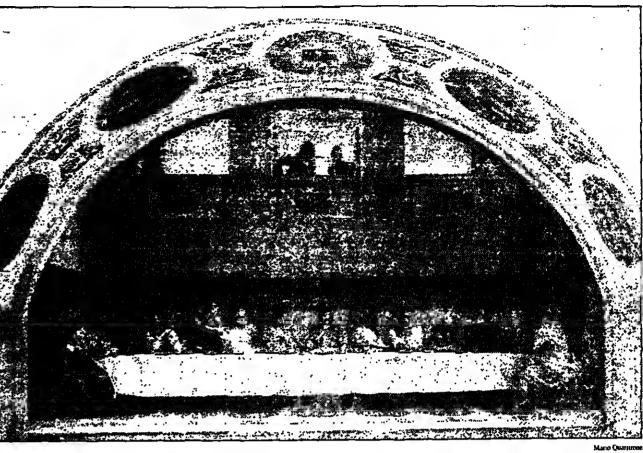
For the religious orders, these frescoes were intended to transform the daily ritual of eating into a moment of religious contemplation and identification.

San Salvi is situated a few kilometers west of the center of Florence, but the Andrea del Sarto mural is well worth the 10-minute taxi or bus (oumbers 3 and 6) journey. The Andrea del Sarto cenacolo is open Tuesday through Sunday from 9 to 2 P. M. Admission is 3,000 lire (about \$1.80)

Within the city center, there are many cenacoli that can all be visited on foot within the space of a leisurely morning. Here are three of the finest:

Taddeo Gaddi, "The Last Supper," Museum of Santa Croce.

المراب والمناصلين بالمعين والمستهال ويهاؤهمني المعتقف والمنافقات والمستعصص والمام والماري والمواج



Andrea del Sarto's "Last Supper," executed in 1527, is at the convent of San Solvi.

# Last Supper à la Carte in Florence

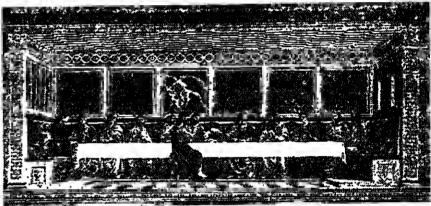
### By Ken Shulman

LORENCE — The year was 1529, and the soldiers of Charles V were tightening their siege of Florence, destroying the homes, hospitals, and convents that blocked their march to the center of the city. When the French wreckers reached the convent of San Salvi they razed the church and its bell tower, but suddenly stopped their sabotage before a magnificent wall painting in the adjacent refectory, a painting that was simply too beautiful to be

"The man who led them," wrote Giorgio

The painting that stopped the French sab-oteurs was Andrea del Sarto's "Last Sup-per," Executed in 1527, it is the masterpiece

The refectories of many Florentine con-



Andrea del Castogno's "The Last Supper," in the Sant'Apollonia Convent.

This is the oldest cenacolo in Florence. Gaddi was the most intelligent and faithful of Giotto's students, and the Santa Croce "Last Supper" is his finest work. Painted in 1340 in this Franciscan coovent, the Gaddi cenacolo is a large, single fresco that incorporates the Last Supper, the Tree of the Cross, and four separate scenes from the life of Saint Francis.

In an ambitions if oot wholly successful perspective scheme, the Gaddi "Last Supunfolds in an expanding space that draws the viewer into the scene. The painting is ripe with symbolism, particularly in the scene of the crucifixion, where the cross becomes a tree of life and salvation whose branches bear the fruit of the prophets who

foresaw the coming of the Messian.

Open 10 A. M. to 12:30 and 2:30 to 6:30 P. M. 3,000 lire. Closed Wednesdays.

Andrea del Castagno, "The Last Supper,' Sant'Apollonia Convent.

Not far from the church of San Marco, Andrea del Castagno's "Last Supper" is a textbook execution of formal renaissance composition and geometry. Like Gaddi's painting, Castagno's cenacolo is a composite of scenes, including a monumental Last Supper, and the scenes of the crucifixion, deposition and resurrection of Christ.

But the century that separates Castagno from Gaddi — the Castagno cenacolo was

painted between 1445 and 1450 - was one in which perspective evolved from an approximate art to an exact science, a science in which Castagno excelled. The apostles represented in Castagno's "Last Supper" appear as solid, weighty blocks, as if they had been sculpted oot of marble. The setting, too, has been changed from the humble tavern to an opplent, classical Roman noble

Open 9 A. M. to 2 P. M. Free. Closed Mondays.

Domenico Ghirlandaio, "The Last Supper," Church of Ognissanti.

Located a few steps from the Excelsion Hotel, Ghirlandaio's cenacolo is less dra-matic than Castagno's mooumental compositioo and less moving than Gaddi's sensitive rendering at Santa Croce. Ghirlandaio, a prolific, able decorator who once regretted that he was unable to fresco the entire expanse of Florence's city walls, represents a world of naturalism in his 1480 fresco.

Set in a realistic, upper-class late-15thcentury Florentine home, Ghirlandaio's "Last Supper" provides an excellent exam-ple of the fashion and customs of his time. Open 9 to noon. Free. Closed Sundays.

Ken Shulman is an American writer based in Italy.

TO OUR READERS Hand delivery
is now available
just call (42) 23 502
"Independent Albanian
Economic Tribune"

# A note to our readers.

imagery and style.

PORTUGAL

Museu Nacional de Arqueología, tel: 362-0000. To Dec. 31: "Subter-ranean Lisbon." A display of archeo-

logical finds in Lisbon's subsoil with

To help the International Herald Tribune find out more about its readers, please look for the 1994 IHT Reader Survey Questionnaire which will be running in the newspaper for 6 days as of next Monday, 28th February. Your input will be extremely valuable to us.

If you would like to read about you, the IHT reader, results of the survey will be published in the International Herald Tribune in several weeks' time.

Thank you in advance for your help.

Herald Tribune

# WELCOME WITH A SMILE! destinations **73** countries continents Genuine care for your safety and comfort. Delicious dishes, delectable cuisine to touch the heart of the most discerning passenger. Welcome to a whole new world! A world of smiles and friendliness.

stratester bester beste

THE PERSON OF THE PROPERTY AND PROPERTY OF THE PROPERTY OF THE PROPERTY OF THE PERSON 

There by successive is a fight of freezen refer to the confidence of the confidence of the fight of the confidence of th

Parish Properties has been been been the properties of the contraction of the contraction

THE RESIDENCE OF THE PROPERTY OF THE PROPERTY

AND SERVICE OF SERVICE OF SERVICE SERVICES OF SERVICES SERVICES OF SERVICES OF

THE PERSON NAMED IN COLUMN TWO IS NOT THE OWNER, THE PERSON NAMED IN COLUMN TWO IS NOT THE PERSON NAMED IN THE PERSON NAMED IN THE PERSON NAMED IN

ACHTS.

25.20

MANA SI TEMPORY BY

RESERVATION OF THE PROPERTY OF

AND THE PARTY OF THE PARTY OF THE STATE OF T 4500 Managara 1500 Managara 15 is and the control of the control of

AL BE AND EMPERORMENT OF S ME ES IS NOW

TARREST RA RECUATION S. RELEASED CAR

THE PROPERTY OF A SECRETARY OF SECRETARY SECRE

TO THE PARTY OF TH

THE PROPERTY OF THE PROPERTY O

The state of the s

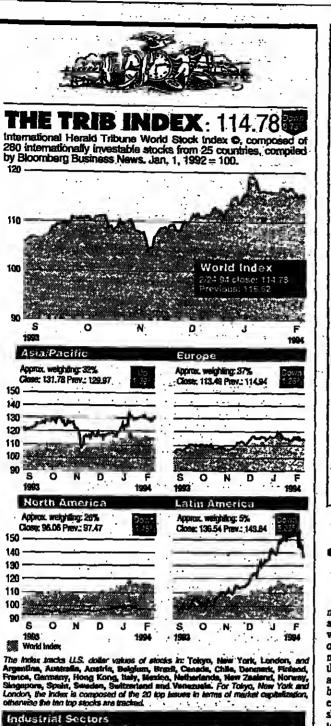
。 1. 1985年 1985年

ALTERNATURA (1974-1974 I. I. 1914-1945) ALTERNATURA SANTANIA SANTA THE THE CHEEN PRINT IN THE PRINT OF THE PRIN

BANGERSON THE PROPERTY OF THE 《新教教》中,"这种政治的是这种政治的是一种中心,可以是是自己,他们是有一种,是他们是是这种的是一种,这个一种的,也可以是一个一种,这种政治,也是这种人,也是这种 《新教教》中,"这种政治的是这种政治的是一种中心,可以是是对对对自己的关系的,但是是一种的对象的,是是是一种的人,也可以是一个一种的人,也是是一种的人,也是是一 SAN SERVES SERVES SERVES Paris and a series of the seri

ŧ,

计分数分数 2 公司不可以提供的证



and the Agenty and the second of the second

Capital Goods

Raw Materials .

# Failed Merger Muddies Highway

By Lawrence Malkin International Herald Tribine

NEW YORK - Mutual recriminations filled the air Thursday over the collapse of what was to have been history's largest communications merger, leaving the industry di-vided over whether this was only a pothole on the information superhighway or a serious

Some construction delays were a certainty.

Bell Atlantic Corp., the most aggressive of America's regional telephone companies, and Tele-Communications Inc., which serves one-Tele-Communications Inc., which serves one-quarter of the country's cable-television sub-scribers, announced Wednesday night they were walking away from the deal they had announced Oct. 12 to swap stock then worth \$33 billion.

Since then, the stock of both companies has dropped — Bell Atlantic's by about 24 percent and TCI's by about 22 percent which changed the equation so much that both Raymond W. Smith, the chairman of Bell, and John C. Malone, the entrepreneur who pushed his cable company into 49 states, tried to renegotiate the deal and failed.

One Bell executive likened Mr. Malone to someone who had put his house up for sale, saying, "If the value suddenly drops, you take it off the market and wait for better times."

Both blamed the breakdown on Tuesday's long-expected decision by the Federal Com-munications Commission to cut rates of all

local cable television monopolies by about 7

How much the FCC was to blame was a matter of angry contention — all the cable companies accused it of robbing them of revenue with which to invest for future growth - but it certainly changed the arithmetic of the deal.

The merger was predicated on pricing TCI stock at \$35 a share, which meant Bell Atlantic would be paying about 11.75 times the cable company's cash flow. TCI sank steadily from its Oct. 14 peak of \$32.875 to \$25.125 last Friday, at which time, a Bell executive said, "We camched new numbers and they

just didn't add up." On Thursday, after the deal unwound, Bell Atlantic stock rose \$1.75 to \$54.50 and TCl fell \$1.625 to \$22.625. Stocks in phone-equipment companies fell, and the end of the cuphoria about the industry helped drive down prices on Wall Street. (Page 12)

James Cullen, president of Bell Atlantic, told a phone-in news conference - which was blocked for about half an hour by busy signals because the phone company had not ordered enough lines -- that "while we will still build the information superhighway, the reality is that this slows it down a bit."

He said the FCC decision "changes the the industry." During the past year, be calculook for smaller alliances, and it will take lated, cable companies cash flow had delonger."

clined from 12 percent to 10 percent or even 8 percent because of tightened regulation and competition from other sources.

John Waller, a cable broker in New York. said he had no doubt that eventually there would be "four or five big companies offering cable television, movies and interactive communications across boundaries, which is what we mean by the information superhighway." The latest developments, he said, represented a "bump in the road."

Mergers will be suspended, he said, until all sides can calculate the cash-flow effects of federal regulations on individual companies. Robert B. Wilkes of Brown Brothers Harriman & Co., foresew less pressure on Congress

to pass legislation dismantling some of the harriers between the cable and telephone business, leaving "less likelihood that all these industries will come together." Another reason for delay is that the cable

companies now are less attractive buys for the phone companies, who have nowhere else to obtain programming for their own wires and lack the ability to develop it themselves.

TCI has a stake in CNN and a oumber of the other successful cable channels it carries. and the question for Bell was bow much it was willing to pay to tap into them all at once. as other regional companies had been accused of paying too much in smaller deals. eash flow and alters the investment model for Mr. Cullen said Bell Atlantic would "now

# **Japan Trots Out Elite for Chinese Visitor**

By Steven Brull ional Herald Tribune

TOKYO - China's visiting economic ezar, Zhu Rongii, moved among Japan's elite Thursday in a way few if any dignitaries from other countries could match: from morning meetings with the head of the trading house Sumitomo Corp. and the governor of the central bank, to a speech to hundreds of executives squeezed shoulder-toshoulder in a glitzy botel ballroom to afternoon talks with Prime Minister Morihiro Hosokawa.

Just a few years ago, the recep-tion for Mr. Zhu, who is the Chinese deputy prime minister and central bank governor, would have been considerably more subdued. But the long speeches and careful protocol underscored the deepening interdependence of Asia's two surging yen and mounting trade Japan in the form of acid rain.

friction with the United States. Mr. Zhu, however, said little

Trade between Japan and China mushroomed 54 percent to \$39 bil-lion last year. That allowed Japan to surpass Hong Kong as China's biggest trading partner and put China second to the United States as Japan's biggest trading ally. Yet Japanese investment, which

is a key to China's continued economic growth, remains relatively restrained. Although it rose from \$1.07 billion in 1992 to an estimated total of just under \$2 billion in 1993, the amount is a small fraction of the sum invested by overseas Chinese

Investment from Asia's economic superpower would be much greater if not for fears of runaway biggest powers and Japan's grow-inflation, political instability aftering hope that China's potentially the Chinese leader, Deng Xiaoping,

vast market and low wages will dies and degradation of the environment that could spill over into

Mr. Zhu, however, said little to allay these fears. "He simply dismissed these problems," said C.H. Kwan, senior economist and head of Asian Research at the Nomura Research Institute. "If he repeats the same story in other meetings.

it's not going to help."
The Chinese leader told Japanese business leaders that China's growth of 13 percent the past two years was not too rapid and that inflation, at 18.6 percent in the big cities, was acceptable because wages there had risen 25 percent.

There was confusion, like a boom in real estate and increased prices of raw materials," be said. But this has been redressed and inflation put under cootrol by our efforts to draw funds into infra-structure and agricultural sectors. Mr. Zhu also characterized as

"mistaken" Western media reports that the austerity drive announced August because of pressure from regional authorities. "We took the

Prices in China's big cities were

Even economists at the State Statistics Bureau, quoted by the China Daily, acknowledged the figures "cast a shadow over the national economy and threatened the state bid to slow the rise in gross domestic product this year." The government aims to brake economic growth to 9 percent from 13 percent last year.

While businessmen fret over the possibility that inflation will un-

middle way, and we succeed," he

Western economists fear that unless credit in China is tightened quickly, growing industrial production will cause inflation to rise this

up 23 percent in January from a year earlier. Beijing reported Thursday, The rate was slightly lower than in December, but still high enough to make the government's goal of an average nationwide inflation rate of 10 percent appear increasingly untenable.

ity for the company's predicament. Called upon to defend not only

his own actions but the "German but said the system "proved itself in this instance" and rejected calls for his resignation. "The superviso-

He said he would not be surprised if Metallgesellschaft brought crimical charges against Mr. Schimmelbusch and other former board members. Civil proceedings

Despite the beat of the debate, the outcome of the meeting was never in doubt. Deutsche Bank AG, Dredner Bank AG, Daimler-Benz AG and other institutional sharebolders together control 62

# **Shareholders** Vent Anger at Metallgesellschaft

By Brandon Mitchener International Herald Tribune

FRANKFURT - Angry sharepolders of Metallgesellschaft AG on package. Thursday authorized a special investigation into the role former management of the big German metals, mining and trading conglomerate played in a crisis that led to record

losses and near-bankruptcy. Even the most critical shareholders voted to go along with a costly rescue rather than risk letting the company go hankrupt and losing their investment entirely, but many said they were deeply disturbed by the apparent negligence that led to the debacle.

Many turned the extraordinary shareholders meeting, which was punctuated by catcalls of "crooks" and "hypocrites," into a denunciation of the clubby nature of German corporate management itself.

Shareholders acrused Ronaldo Schmitz, chairman of the company's supervisory board, of lax management and said he and the rest of the supervisory board should have resigned to take personal responsibil-

system" in general, Mr. Schmitz admitted to some soul-searching board does not feel that it has failed its duty," he said.
Instead, Mr. Schmitz blamed the

former management board, and especially Heinz Schimmelbusch, the former chief executive, for the company's problems. While Mr. Schimmelbusch demonstrated "flair and imagination" in pushing Metallge-sellschaft's diversification drive, he said there was oo question that Mr. Schimmelbusch was behind "an increasing tendency at Metallgesellschaft for the facts to go by the board.

are already under way.

percent of Metaligesellschaft stock and approved the 2.7 billion Deutsche mark (\$1.6 billion) rescue

The system that shareholders called into question is the cozy relationship between German banks and industry that has been the subject of numerous parliamentary in-

vestigations. A spokesman for the DSW sharebolders union, which is repre-sented on Metallgesellschaft's management, said the supervisory board was demanding "premature obedience" in putting approval of its actions on the agenda for the regular annual shareholders meeting scheduled for March 30.

### London Report Says Soros Lost \$600 Million

Agence France-Presse

LONDON -- The international financier George Soros lost \$600 million on foreignexchange markets Feb. 14 be-cause of a sudden fall of the dollar against the yen, the Times of London reported Thursday.

Stanley Druckenmiller manager of Ouantum Fund. the Soros flagship, was quoted as saying that the firm had lost around \$600 million that day and that this was "certainly bigger" than the firm's gains on what was known as Black Wednesday in 1992.

Mr. Soros became known as "the man who broke the Bank of England" for his role in forcing the pound out of the European exchange-rate mechanism on Wednesday, Sept. 16, 1992.

After the failure of the U.S.-Japanese trade summit in Washington, the dollar fell more than 3 yen in London oo

The paper said Mr. Soros and his partners described their experience that day as

For more information about the Indian, a bookiet is available free of charge. Write to Trib Indian, 181 Avenue Charles de Geuille, 92521 Neully Cedex, France.

# The G-7 Risks Losing Its Credibility

112.47 113.79 -1.16

119.08 120.74 -1.37

128.64 131.06 -1.85

Consumer Goods 99.60 100.44 -0.84

Energy 111.89 114.71 -2.46

Finance 121.04 120.33 + 40.59

124.84 126.99 -1.69

Services 123.02 124.42 -1.13 Miscelleneous

By Reginald Dale International Herald Tribine WASHINGTON — Sooner or later the WASHINGTON — Scener or later the West will have to accept that it cannot run the world economy single-handed. The Western shares of the world's population, wealth and trade are rapidly shrinking, and big new economic powers are bursting onto the scene. The West's chosen vehicle for economic

leadership, the Group of Seven, which is to meet in Frankfurt this weekend, has broken down. Its annual summit meetings have become little more than elitist photo opportunities. Yet the West faces one of its biggest challenges ever: to integrate China and Russia into the world economic system while maintaining the liberal Western values upon which the system is built.

If it is to maintain the supremacy of those values, it behooves the West to improve the quality of its economic leadership before the changing balance of world economic power takes matters out of its hands.

takes matters out of its hands.

Although President Bill Cinton's administration came to office promising to "remyigorate" the G-7, little has changed. Despite the group's best efforts, the Japanese and European economies are in rotten shape, and Russia is again flirting with economic disaster. again flirting with economic disaster.

The G-Ts failures have made it all the harder for it to rebut the charge of elitism -

especially when the world's fastest-growing

economies, in Asia and Latin America, are all outside the organization.

The G-7, of course, was never meant to be representative. It was always intended to be a cozy club of the leading like-minded industrial democracies, which only one non-Western power, Japan, has so far qualified to join. But unless the G-7 dramatically improves

its track record, it is going to be less and less credible to keep seating France. Britain, Italy and Canada at the top table — alongside the United States. Germany and Japan — and

excluding everyone else.

Jeffrey Garten, the new U.S. undersecrelettrey Garten, the new U.S. Indersectedary of commerce for international trade, predicts that three-quarters of the growth in world trade for years ahead will come from 10 rapidly expanding countries ranging from China through India and South Africa to Argentina, none of which are G-7 members. It does not matter precisely which countries you pick. The point is that the dominance of

The West must improve its economic leadership before the changing balance of power takes matters out of its hands.

the United States and the European Union in setting the rules of world trade is bound to decline as their share of world markets shrinks. The latest to have a crack at the problem is Peter Sutherland: director-general of the Ge-neva-based General Agreement on Taniffs and Trade, the chrysalis from which a new World Trade Organization is to emerge next year.
He proposes a new "high-level framework"
for international economic co-operation that
would include developing and ex-Communist
countries alongside the industrial nations.
Mr. Subhelande plant in these or develop Mr. Sutherland's plan is short on details. But a main point is that support for the new

**CURRENCY & INTEREST RATES** 

group would come from the World Bank, the International Monetary Fund and the World Trade Organization, working much more closely together than hitherto.

As the head of a global body, Mr. Suther-land is understandably pushing worldwide representation in the new group — perhaps by rotation. He plays down the role of the Paris-based Organization for Economic Co-operation and Development, which is limited to industrial countries, and which the U.S. administration rightly wants to strengthen.

The G-7 will have to decide whether it aspires to be a genuine world body running the global economy or a gradually less influential Western pressure group.

Obviously it will be easier to reach com-

mon decisions if the club is limited to likeminded, allied countries. Even that is difficult enough. It is hard to see how a Group of 12 composed of, say, the United States, the European Union, Japan, Canada, China, Russia, India, Brazil, Mexico, Indonesia, Korea and Poland could be an effective decisionmaking unit. The world is not yet ready for UN-style economic management.

But such a group could have a useful con-sultative role alongside the G-7 while the West gets its act together. That is the linst

Then the West should aim gradually to extend its club by co-opting members and associates who share its values, just as it initially did with Japan. The fast-growing countries ontside the G-7 owe their success to free-market principles. In the end, the West is more likely to persoade other countries to play by its rules by including them in the decision-making than by trying to go it alone.

# G P

# TRADITION... ONLY WITHIN INNOVATION

 $oldsymbol{A}$  world without the necessary tools to progress is a world without a future... In asset management, like many other fields, it is innovation which gives tradition its viral force. At UNION BANCAIRE PRIVÉE, our innovarive spirit is reflected in our methodical use of state-of-the-art financial products and our ability to identify original solutions which achieve the right balance between rigorous risk control and the best returns on investment.

In meeting our daily objective of providing personalised financial management services which combine prudence with imagination and quality management with performance, our reams of dedicated specialists provide exceptional added value in the protection and development of our clients' assets.

# UNION BANCAIRE PRIVÉE

**GENÈVE** 

INNOVATION IS OUR TRADITION



Head Office - 96-98, rue du Rhône - 1204 GENEVE GENEVE - ZÜRICH - LUGANO - LONDON - NASSAU - NEW YORK - TOKYO - HONG KONG - ISTANBUL - AMERICA LATINA

### **Eurocurrency Deposits** 64.64 **Key Money Rates** United States France Corresor 34-day 49-day 5 Consider solide 1.3473 1.3472 Johannes yen 105.59 105.67 1 P.M. 377.15 376.70 377.59 Loeden Shan Strain + U.S. deliars per owner. London et al. (1972) Loeden Shan Strain + U.S. deliars per owner. London et al. (1982) Lings Zurich and New York opening and also construct that York Control (April)

**EUROPEAN FUTURES** 

### MARKET DIARY

# **Bundesbank Sales** Drag Dollar Down

Compiled by Our Staff From Dispatches NEW YORK — The dollar slumped Thursday despite favorable economic oews, with heavy dollar-selling by the Bundesbank battering the currency against the markets also pulled down the U.S.

After its sales of dollars, the Ger-

### Foreign Exchange

man central bank bought marks for French francs and lira, dealers said. The dollar ended in New York at 1.7169 DM, from 1.7288 Wednesday. It also weakened to 104.900 yen from 105.705 yen Wednesday. Comments from Treasury Secre-

tary Lloyd Bentsen pulled the dolfar down against the Japanese currency. Mr. Bentsen said reports that the United States and Japan had agreed in allow the dollar to trade as high as 110 yen were "B

The dollar also suffered from speculative liquidation after an anticipated tightening of interest rates by the Federal Reserve Board failed to materialize.

Speculators also were disap-pointed when the dollar failed to hold an early rally after a report of higher-than-expected durable goods orders for January. When the dollar faltered at 1.74 DM. "the selling frenzy began," B

dealer said. "Stop-losses were triggered, and before long the down-

trend was unstoppable."

The psychological drag of the sliding Treasury bond and stock currency.

Dealers said they were frustrated over the dollar's repeated inability to rally despite favorable U.S. ecooomic news. Disappointed over the dollar's flabbiness, traders turned more bearish and found other reasons to sell the dollar.

The dollar slid to 1.4314 Swiss francs, down from 1.4533 Wednesday. Some investors, disappointed with the dullar's performance, turned to the Swiss currency as a MYSE Most Actives haven for funds amid fresh concerns about Russian economic and political stability.

Although a rumor about the ouster of President Boris N. Yeltsin proved unfounded, there were worries over the Russian economy and the U.S. outcry over the Ames spy

The Russian ruble on Thursday fell to a new low of 1,657 to the

The pound strengthened to \$1.4850 from \$1.4785, while the dollar slipped to 5.8330 Freach

(Knight-Ridder, AFX)

### LOSSES: Bond Markets Tumble

Continued from Page 1 whose bets dwarf their capital bases many times over.

In rising markets leverage can multiply a potential gain. In falling markets, it has the inverse effect. "Leveraged players said they could not afford to be in a falling handling excessive volatility and preserving investor confidence in market and that was the trigger for

N.Y. Stocks

the sell-off," said Richard Noble, bond strategist at Salomon Broth-

That selling then fed on itself. The largest buyers of bonds became sellers and suddenly an one was buying. Suddenly a market which had been the flavor of the month grew very passe. In the words of one speculator, "everyone hit the revolving door at the same

### ■ Wall Street Tumbles

Prices of blue-chip stocks tumbled Thursday as bond markets plunged and as the stock market showed disappointment about the failure of a multibillion-dollar merger, the Associated Press reported from New York.

The Dow Jones industrial index fell 51.78 points to 3,839.90 as declines swamped advances by a ratio of 3-to-1 and volume surged to 341.62 millioo shares from 309.89

The weakness in a number of key markets worldwide added in the gloom on Wall Street, where the Dow Junes industrial average dropped enough in the final half-hour of trading to trigger a New Ynrk Stock Exchange rule aimed at

the market Traders began bailing out of bonds early in response to a report showing that orders to U.S. factories for durable goods had jumped a surprising 3.7 percent in January, marking the first time since 1987 that the indicator of

manufacturing growth had climbed for six straight mooths. The benchmark 30-year Treasury bond ended the day down more than a point, driving up its yield to 6.74 percent from 6.65 percent on Wednesday.

The market was also soured by the announcement late Wednesday that Bell Atlantic's planned acquisitioo of Tele-Communications had been terminated.

takeover speculation.

"An enormous pothole has been

# The Dow Daily closings of the .... Downlones influstrial av ASONDJF

NYSE Indexes

Market Sales

NYSE 4 p.m. volume NYSE prev. coms. clos Amex 4 p.m. volume

**NASDAQ Most Actives** 

**NYSE Diary** 

**AMEX Diary** 239 263 835 16

NASDAQ Diary 1449 1570 1784 4803 123

# **Dow Jones Averages** Standard & Poor's Indexes industrials BRENT CRUIF INL (IPE) NASDAQ Indexes High Law Log Chy. Stock Indexes FTSE 100 (L)FFE) **AMEX Stock Index** 471,74 465.25 445.50 -4.16 **Dow Jones Bond Average** 957.50 958.50 950.00 951.00 976.50 976.50 968.00 967.00 Per Ami Pay Res Financial N.Y.S.E. Odd-Lot Trading SPECIAL S&P 100 Index Options 3-15 4-12 Carp B g

# VISIT: Japan Trots Out Elite for Meetings With Chinese Economic Czar

### Continued from Page 11

The news was a blow for cable oese officials are increasingly worand communications companies in ried that rapid growth could harm particular because their stocks had the environment in a country been bid up in recent months on whose airborne pollution ofteo cy and behavior is becoming a drifts toward Japan.

placed in Al Gore's superhighway." oversee a huge aid program that is Foreign Ministry's Economic Co-Mario Gabelli, chairman of Gabelli China's biggest source of assis- operation Bureau, said.

see a greater commitment to environmental preservation. "In some respects, Chinese poli-

source of concern," Hiroshi Hira-Foreign Ministry officials, who bayashi, director-general of the

ment of natural resources," an ana- gie, would tend to result in greater

provide more information about right to a say in least 30 percent of proposed projects and wished to the projects it funds. Although pro-Japanese businessmen, who have cedures require that all projects be aid-related projects fall from some approved by Japan, in the past To- 60 percent a decade ago to 27 per kyo has agreed without asking too cent, are also pressuring the gov-

many specific questions.

"China should accept Japanese ideas or demands, especially in environmental areas and the develop-

U.S./AT THE CLOSE

# U.S. Durable Goods Orders Jump

WASHINGTON (AP) - Orders to U.S. factories for durable goods jumped a surprising 3.7 percent in January, marking the first time since 1987 that the indicator of manufacturing growth had climbed for six

straight months, the government said Thursday. The increase, the largest since last June's 4.3 percent, followed a 2.1 percent revised rise for December. The January rise was led by new orders for aircraft and parts, the Commerce Department said.

The department said orders for all long-lasting, big-ticket items, including cars and computers, totaled a seasonally adjusted \$147.9 billion, surpassing December's record of \$142.6 billion.

### RJR Nabisco Makes Stock Offering

NEW YORK (Reuters) - RJR Nabisco Holdings Corp.'s new Preferred Equity Redemption Cumulative stock (PERCs) could be converted into shares of a tobacco company alone should RIR decide to split up the company into separate food and tobacco companies, RIR said. But a spokeswoman for RIR said the option to split the company is only one of "many, many hypothetical" scenarios it may undertake to

enhance shareholder value. Earlier Thursday, RJR announced it had filed a registration statement for the 300 million PERCs offering, which would bring some \$2 billion.

Asked about the possibility of a split-up of RJR, the spokeswoman said,

"There's nothing on the table right now." RJR had shelved plans to split
up the common into contact ford and a split-up of RJR. up the company into separate food and tobacco businesses.

### Southwestern Bell Buys Cellular Unit

SAN ANTONIO, Texas (Bloomberg) — Southwestern Beil Corp. said
Thursday it had agreed to buy the cellular telephone business of Associated Communications Corp. in a stock swap valued at \$680 million.
Pittsburgh-based Associated Communications operates cellular franchises in Buffalo, Rochester, Albany and Glens Falls, New York. It also
owns minority positions in cellular systems in Pittsburgh and San owns minority positions in cellular systems in Pittsburgh and San Francisco/San Jose in California.

San Antonio-based Southwestern Bell is the nation's second-largest

### Penney's 4th-Period Earnings Rise

. PLANO, Texas (Bloomberg) - J.C. Penney Co. said its fourth-quarter earnings jumped 17 percent, beating analysts' estimates.

For the quarter ended Jan. 29, net income at the nation's fifth-largest retailer rose to \$437 million, or \$1.64 a share, from \$375 million, or \$1.42 a share, in the prior year's quarter. Analysis had expected the company to earn \$1.60 a share, based on the mean of 21 estimates compiled by Zacks

The quarterly results include a one-time charge for the early retirement of debt. Excluding the charge, earnings were \$439 million, or \$1.65 a

### Stac Surges After Microsoft Ruling

NEW YORK (Bloomberg) - Shares of Stac Electronics surged Thurs-

day, a day after the tiny software company won a \$120 million patent infringement case against industry giant Microsoft Corp.

On Wednesday, a jury in Los Angeles ruled that Microsoft had illegally used the data compression technology of Stac Electronics in one of its key products, MS-DOS 6, the operating system that controls the basic functions of millions of personal computers worldwide, Microsoft said it around stage the college and Stage said it mould file for an injunction to would appeal the ruling, and Stac said it would file for an injunction to prevent Microsoft from shipping MS-DOS 6 with the DoubleSpace data-

The damage award was equal to about three times Stac's 1993 revenue. The company's shares rose \$2.125 to \$6.50 in over-the-counter trading.

San Miguel Corp. Boosts Dividends

NEW YORK (Reuters) — San Miguel Corp. said it will recommend
for stockholder approval a 100 percent stock dividend together with a
corresponding adjustment in its quarterly cash dividend rate from 0.35

Philipping passes a share to 0.20 percent Philippine pesos a share to 0.20 pesos.

The proposed stock dividend and new cash dividend rate will translate

10 miles

75714

12.5

222

NYSE

to a 30 percent increase in cash dividends to be paid in 1994, the company

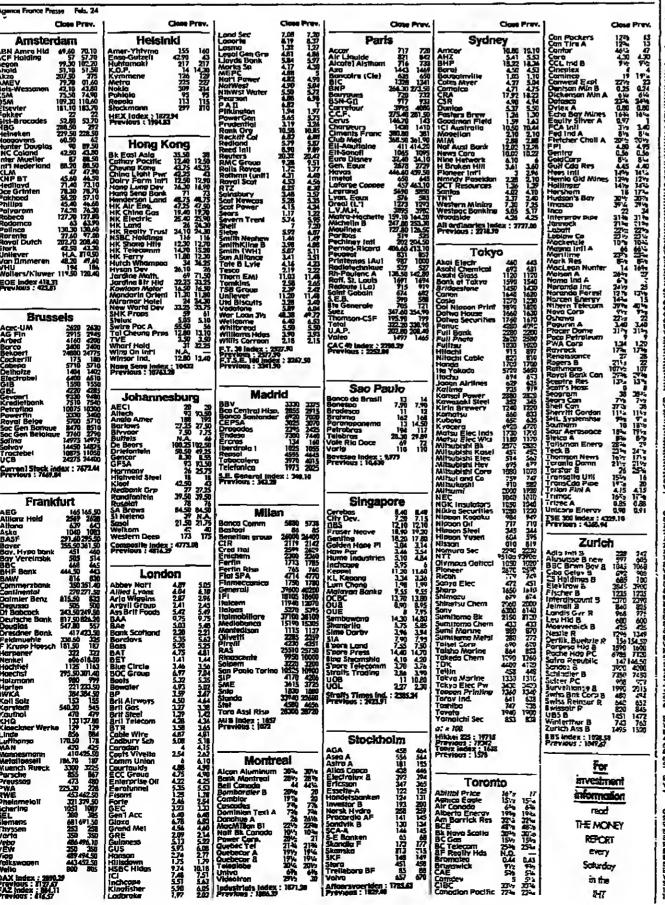
The stock dividend and new quaiterly cash dividend will be effective after ratification by the stockholders and approval by the Securities and

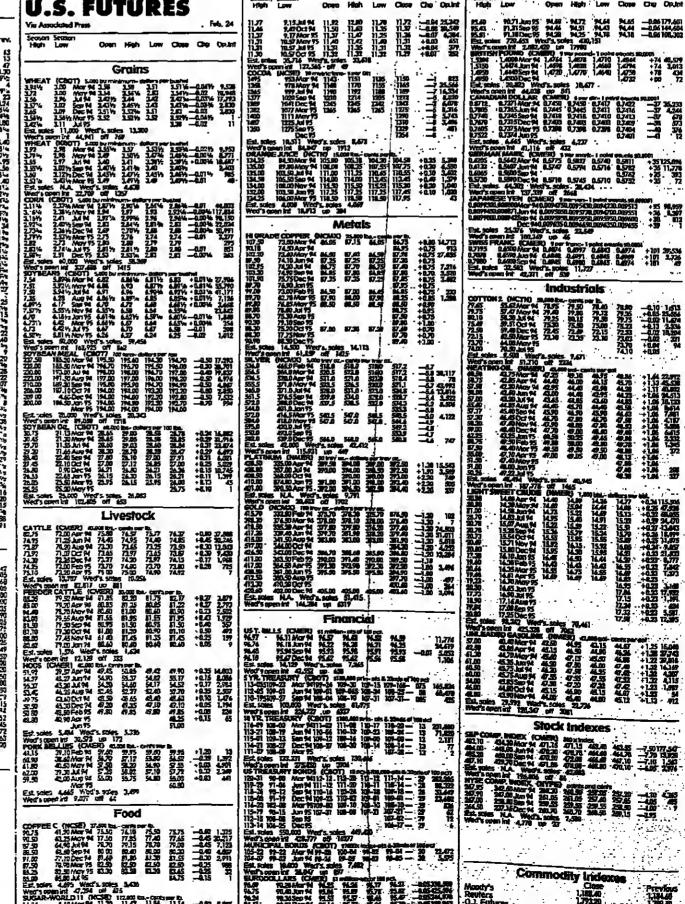
### Raytheon Plans Share Repurchase

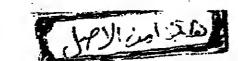
NEW YORK (Knight-Ridder) — Raytheon Co. said Thursday that its board of directors authorized the repurchase of up to 12 million shares of its common stock.

The company plans to repurchase shares in the open market as market

### **WORLD STOCK MARKETS**







مكذامن الأصل

# **Energy Companies Struggle** British Gas Cuts Jobs Mixed Picture at Shell

But on a historic-cost basis, which values toventory

The company, jointly owned by Shell Transport & Trading Co. of Britain, and Royal Dutch Petroleum

Co., said an increase in oil and gas earnings was offset

by higher losses in its chemicals sector and by unfavor-

Shell said overall product margins to Europe im-proved to 1993 but remained "well below" those in

Asia and Latin America, where it expected continued

The company said the outlook for chemicals de

balance between capacity and demand, particularly in

ided on an upturn in industrial activity and a better

Shell said it expected crude oil prices to fluctuate

near current low levels for much of this year, as

increased production from countries that are not

members of the Organization of Petroleum Exporting

Shell said its crude oil production was little changed from 1992, with increases outside the United States

offset by decreases within America, partly because of

Natural-gas sales continued to rise in 1993, and production increased in most areas, Shell said.

The company said it expected a net increase to

crude production over the next few years, especially

from Nigeria, Australia, Norway, and Abn Dhabi.
The company raised its final dividend for Royal
Dutch shareholders to 4.90 guilders (\$2.52) a share
from 4.85 guilders, while Shell Transport's final

Also on Thursday, Showa Shell Sekiyu, a Japanese refiner that is half-owned by Royal Duich/Shell Group, said it earned 9.03 billion yen (\$86 million) in

The decline came mostly from losses on foreign-

Early last year, the company disclosed it had lost

125 billion yen by betting the wrong way on a currency futures contract. But the company said it made back

72 percent of the loss by selling stocks and real estate.

payout rose to 13.80 pence a share from 12.60.

1993, down 54 percent from 1992.

exchange transactions, the company said.

Countries meets only modest growth in demand.

able currency fluctuations.

sales of producing fields.

growth to demand.

LONDON - British Gas PLC said Thursday it had LONDON—British Gas PLC said Thursday it had a loss of £553 million (\$816 million) our a current-cost basis in 1993 and would cut 5,000 jobs in addition to the 20,000 it already playment to 5,000 jobs in addition to the 20,000 it already playment to 5,000 jobs in addition to the 20,000 it already planned to eliminate over the billion in 1992.

C. Mary (Pr

. . : 4/1)

The Age

\*\*. 22

...

- 75

. 1.1.1

:::**:**:.

The natural gas production and distribution compa-ny is taking a £1.65 billion charge to cover the cost of £3.00 billion in 1993, down slightly from £3.06 billion the job carts. It carned £473 million in 1992 on a in 1992. current-cost basis, which values gas inventories at the current market price, rather than on the price at which they were bought.

On a historic-cost basis, or valuing gas inventories at the prices at which they were acquired, British Gas had a £285 million loss in 1993, compared with a profit of £681 million in 1992.

Sales on a historic-cost basis rose to £10.39 billion. from £10.25 billion in 1992, but competition sliced into operating margins, the company said.

British Gas said it expected profit to remain under pressure in 1994 because of eroding operating margins and market share. That outlook caused Standard & Poor's Corp. to lower its long-term outlook on the company's debt to "negative" from "stable."

But the U.S. credit rating agency affirmed its AA-plus rating on British Gas's long-term debt and A-l-plus rating on its commercial paper.

Richard Giordano, chairman of British Gas, said competitors had gained a 73 percent share of the contract market by the end of 1993, compared with 49 percent a vear earlier.

He said the company planned to "reduce radically" its cost base in Britain so it could be more compenitive. "A restructuring of this magnitude will be painful for some," the company said. "But we will do our best to be fair and generous to those who leave us and to create a rewarding and challenging opportunity for

British Gas managed strong growth in its explora-tion and production sector in 1993, but that was offset by payments of royalties to the government and the costs of closing an office in Houston.

British Gas said talks to sell its shareholding in Consumers Gas and some associated businesses in Canada for about 1.2 billion Canadian dollars (US\$895 million) are proceeding, and the sale should be completed in the first half of 1994.

(Renters, Bloomberg, AFP)

# Kerkorian Alleges Bank 'Cover-Up'

By Jacques Neher

PARIS — Exploiting a Swiss judge's recent charge that Credit Lyonnais had hid important evidence about its involvement in the collapse of Sasea Holding SA, lawyers for financier Kirk Kerkorian have asked a California court to throw out the bank's \$500 million fraud suit against him related to the sale of the MGM film studio.

Mr. Kerkorian, in a court motion filed Wednesday, said that "a massive Credit Lyonnais cover-up" had prevented the former owner of Metro-Goldwyn-Mayer Inc. from obtaining documents that would help his defense against the bank's suit as well as bolster his

\$650 million countersuit against the French banking giant.
Fred Spar, a spokesman for the bank in New York, said news media had been informed of the filing before the bank's own attorneys, demonstrating that Mr. Kerkorian "cannot effectively defend against the charge of fraud and breach of fiduciary duty and is therefore scouring the globe to find dirt on the bank to wage a

The motion asks Superior Court Judge Richard C. Hubbell to call a special hearing to determine whether Credit Lyonnais's lawyers "had any involvement" in a memorandum advising the bank to clear its archives of documents relating to the Sasea case before an official

In his Feb. 11 order charging top officials of the bank with complicity to the bankruptey of Sasea, Jean-Louis Crochet, the Geneva magistrate investigating the case, mentioned coming across such a memo but did not identify its author.

Mr. Spar said that "any suggestion" that the bank's attorneys had advised it to withhold evidence was "absolutely false."

Mr. Kerkorian also seized on evidence presented to the Swiss court to refute Credit Lyonnais's claim that MGM had no value when he sold it to Giancarlo Parretti in 1990 in a deal financed by the bank. Soon after, when MGM's cash flow turned negative and Mr. Parretti defaulted on his payments, the bank took control of the Hollywood studio. A portion of the equity was held through Sasea. The motion cites valuations of MGM's net worth in 1991, made in

documents presented to the Swiss court, of as much as \$1.26 billion. Patricia L. Glaser, Mr. Kerkorian's attorney, said in a telephone interview that she should have been given access to the same evidence. "We're saying that you can't say one thing in one court and something else in another court," she said.

Mr. Spar maintained that two audits of MGM made in 1991 had shown the film studio to have a negative net worth as large as \$629

Credit Lyonnais's suit against Mr. Kerkorian is scheduled to go to trial May 3.

"Our interest is getting a fair hearing for Mr. Kerkorian and put this to bed because be didn't do anything wrong," Ms. Glaser said.

# Hooks Up Compiled in Our Staff From Disputches

Philips NV

EINDHOVEN, the Netherlands Philips Electronics NV said Thursday its Philips Media subsidiary and United International

Holdings Inc. of the United States would form a venture to develop and operate European multichannel cable television operations.

Both companies will contribute their existing European cable TV interests to the new company, in which each will own 50 percent. The joint venture will be the largest privately owned muluchannel

subscription television operation in Europe, both companies said. We will be a dominant force " a spokesman for United Internation-

UIHI, though based in the United States, only has operations over-

Philips's European cable-TV interests are valued at \$300 million more than those of United International. In compensation, Philips is to receive \$50 million of Class A United stock and \$125 million of subordinated notes of the joint venture. United will also contribute \$75 million in cash.

(AFX, Bloomberg) ■ UIP Threatens Lawsuit

United International Pictures threatened João de Deus Pinheiro, the European Union's commissioner for culture and audiovisual policy, with legal action for making what it called "tendentious, false and misleading" statements, Bloomberg Business News reported from Brussels.

Mr. Pinheiro said Tuesday that the EU should stop allowing Hollywood studios to jointly distribute films in Europe. United International is a joint venture set up in 1981 by three major Hollywood studios — Paramount, Universal and MGM - to run their theatrical distribution in Europe.

Mr. Pinheiro said United International's actions reduced competition, for example by compelling theaters to take a package of less popular movies in return for the right to show a blockbuster such as Jurassic Park."

United International denied it engaged in this practice, known as block-booking, and challenged Mr. Pinheiro to "produce evidence of this accusation, which we consider defamatory, or withdraw his remark and apologize."

### Frankfurt London FTSE 100 Index **CAC 40** 2400-3500 3400 . 2200 3100 2100 330 1800 SONDJE DJF 1993 index Thursday PIEV. Exchange 418.31 425.81 -1.76 AEX Amsterdan 7,669.81 Brussels Slock Index +0.03 Frankfurt 2.090.29 2,127,67 -1.76 DAX 816.57 -1.53 Frankfurt FAZ 804.11 1,872,94 1.904.83 1.67 Helsinki HEX 2,527.90 2.577.90 Financial Times 30 London 3,267.50 3,341.90 London **FTSE 100**

General Index

Affaersvæerlden

Stock Index

MIB

CAC 40

**58**8 ·

Investor's Europe

### Very briefly:

Stockholm

Vienna

Switzerland's gross domestic product rose 0.6 percent in the last quarter of 1993 from the previous quarter, while the figure for the full year showed a drop of 0.6 percent from 1992.

340.10

1,057.00

2,208.29

1,785.63

492.33

1,028.50

343,20

1,072,00

2,252.00

1,829.40

1,049,67

492.75

-0.90

-1.40

-1.94

-2.39

-0.09

2.02

 Westdeutsche Landesbank Girozentrale, Germany's largest publicly owned bank, said net profit in 1993 rose to 334 million Deutsche marks (\$193 million), up 53 percent from 1992, due to higher interest income and soaring returns from trading on its own account.

 Royal Insurance Holdings PLC announced pretax profit of £143 million for 1993, following a loss of £27 million in 1992.

. Bouygoes SA raised its stake in the French television station TF1 to 34 percent from 25 percent, according to the Paris bourse.

Europe Combined Terminals BV said it expected to invest about 1 billion guilders (\$518 million) in a new container harbor to Rotterdam. The city council and the Durch state plan to invest an additional 850 million guilders in the project.

Nestle SA said it was unlikely to list its shares in New York until after

Münchener Rückversicherungsgesellschaft AG, the German reinsurance company, said its capital increase of 700 million DM would be a 1for-8 rights issue with the new shares priced at 800 DM.

 Norway's government said it expected petroleum revenue in 1994 to total 28 billion kroner (\$3.75 billion), up slightly from 27.9 billion in 1993. · Germany's antitrust anthorities conditionally cleared the planned

merger of the department store chains Karstadt AG and Hertie Warenund Kaufhans GmbH. • The European Union has launched an antitrust investigation of a proposed purchase of Britain's Newspaper Publishing PLC by a coalition of British, Italian and Spanish interests.

• The European Union said it would also conduct an antitrust probe of the purchase of Rover Group by Bayerische Motoren Werke AG.

### With sales flat and prices under pressure, the increase m 1993 pretax profit to £290 million pounds (\$428 million) came mostly

LONDON - Imperial Chemical Industries PLC, announcing its first full-year results Thursday since selling off its Zeneca bioscience arm last year, reported a 78 percent leap in profits for 1993 and forecast modest growth in 1994.

Profits Increase 78% at ICI

from currency and cost-cutting benefits, the chairman, Sir Denys Chemical-sector share analysts, who had forecast profit of £281

million to £328 million, pointed out that ICI would not be cushloned by these factors this year. But Sir Denys said he was expecting a "modest improvement" in the world economy.

The 1993 dividend was held at 275 pence, as expected. Sales increased 12 percent to £8.43 billion.

क्षा कर के दूर के कार के कार के किया है। किया के किया के किया के किया की किया की किया की किया की किया की किया क किया किया की क

NIVEE 12Mos

# **Pechiney Cuts Aluminum Output**

PARIS — Pechiney SA, the French state-owned abuninum and packaging conglomerate, said-Thursday it would cut its annual aluminum output of a million metric tons a year by 12 percent, or 120,000 tons.

It said this was part of an international agreement to support weak aluminum prices.

Pectainey this week was singled out by a Russian executive for making what he termed insufficient cutbacks in aluminum output. Vladimir Kalchenko, an executive of the Russian producers' group Alu-

miny, said further Russian cut- ed States, Russia, Canada, Norway backs would depend on those made and Australia agreed at the end of by the West. On Thursday an Aluminy

spokesman said he welcomed Pechiney's announcement, A Pechiney spokesman said the company's cuts, like those of other producers, would continue for 18

months starting in April. Pechiney was one of the last mafor companies to announce cuts ahead of a meeting Monday in Ottawa of representatives of major aluminum producers.

The European Union, the Unit-

January in Brussels to make a joint effort to reduce their aluminum production.

■ Alusuisse Profit Falls

Alusuisse-Lonza Holding AG, the Swiss aluminum, packaging and chemical company, said Thursday its profits and sales slipped to 1993, as expected, but it predicted a sharp improvement for 1994, Reuters reported from Zmich.

Net profit was down 31 percent to 83 million Swiss francs (\$57 milbon) as sales were off 5 percent at 6.19 billion francs.

### Financier Guilty In Bank Fraud Of \$148 Million

LONDON - Duncan Wallace Smith was convicted Thursday of swindling banks out of millions of pounds after falsely claiming to have substantial assets in Canada.

Mr. Smith, 59, born in Edinon-ton, Alberta, was found guilty by a jury at the Old Bailey of what au-thorities described as a £100 million (\$148 million) fraud. The pros-ceution said Mr. Smith had fooled banks, auditors and colleagues

Mr. Smith had served as chairman of Wallace Smith Trust Co., an investment firm. He covered up growing problems by making bo-gus claims of valuable assets in Canada, anthorices said.

A spokeswoman for the Serious Fraud Office said he was not immediately certain about the penalties Mr. Smith could face.

The prosecutor, Timothy Barnes, said this was a "sophisticated fraud involving very high stakes" that cost other financial institutions millions of pounds.

# MAN AG's Revenue Slips In Spite of Rise in Orders

Compiled by Our Staff From Disputches

MUNICH — MAN AG, the German engineering company and truck manufacturer, said Thursday that group sales had fallen 8 percent to 7.62 billion Deutsche marks (\$4.4 billion) in the six months ended in December, which is the first half of the company's

It said that despite an expected increase to sales in the second half, full-year revenue would also be below the previous year's level of 230

The company also reiterated that profit for the full year would not match the year ended in June 1993 as a result of costs connected with

match the year ended in June 1993 as a result of costs connected with restructuring, price pressures and weak capacity utilization. It did too provide profit figures for the first six months.

MAN said cost-cutting measures should help it achieve an earning turnaround in the year ending to June 1995.

Order inflow to the six months ended in December rose 16 percent, to 8.62 billion DM, while orders on hand at the end of December had dropped 3 percent, to 15.3 billion DM.

### WestLB Profit Up As Are Reserves

Compiled by Our Stoff From Dispatches DUSSELDORF - Westsaid Thursday that its profit rose last year but that it raised the amount of money it bolds to re-

serve against possible loan losses. WestLB said its parent-company net profit last year rose 53 percent, to 334 million Deutsche marks (\$193 million), and provisions rose to 803 million DM from 596 million DM in 1992. The bank did not provide group net-profit figures, which include subsidiaries, but it said group operating profit rose 45 per-cent, to 803 million DM.

Group assets rose about 13 per-cent, to 320 billion DM. Chairman Friedel Neuber said the bank has "earned well in a difficult economic

(Bleomberg, AFX)

### Den Danske Posts Profit Compiled by Our Staff From Dispatches

COPENHAGEN - Den Danske Bank AS said Thursday it returned to profit to 1993, earning 2.40 billion kroner (\$356 million) after a 1.74 billion loss the year before. The result was below mar-

(AFX, Bloomberg, Reuters)

ket expectations, and the bank, Denmark's biggest, said it would focus on areas such as mortgage banking, insurance and securines trading to boost profit this year.

### NOTICE TO THE SHAREHOLDERS BSS UNIVERSAL FUND SICAV

16, Boulevard Royal L - 2449 LUXEMBOURG R.C. Luxembourg B-32967

The Board of Directors of the SICAV has decided on February 2, 1994, to taise the advisory fee for the Sub-Fund FINNSEC GLOBAL (FIM) from 0,70 % to 1,00 % per annum, based on the quarterly average net assets. This new tariff will be applicable as from April 1, 1994. The shareholders of the Sub-Fund FINNSEC GLOBAL (FIM) have the

to switch into any other sub-fund of the BSS UNIVERSAL FUND SICAV without any expenses during the one month period after this

THE BOARD OF DIRECTORS

# Herald Eribune

LIVING IN THE U.S.? NOW PRINTED IN **NEW YORK** FOR SAME DAY **DELIVERY IN KEY CITIES** 

TO SUBSCRIBE, CALL 1-800-882 2884 (IN NEW YORK, CALL 212-752-3890)

# CURRENCY AND CAPITAL MARKET SERVICES

**CURBENCY MANAGEMENT CORPORATION PLC** Winchester House, 77 London Wall - London EC2M 5ND Tel.: 071-382 9745 Fax: 071-382 9487 FOREIGN EXCHANGE & GOLD 24 Hour London Dealing Desk

Call for further information & brochure "Help! Which markets should linvest in?"

Good question - for perspective, analysis and answers you should read fulleritioney - the global strategy investment latter. Thousands do - why shouldn't you?

Illrigid Philips for a sample issue (once only) at Charl Analysis 11d, 7 Swallow Street, London, WTE 7HD, UK Toi; London 71 - 439 4961 (071 in Uk) or Fax: 71 - 439 4964.

Competitive Rates & Daily Fax Sheet

For further details on bow to place your listing contact: PATRICK FALCONER in London Tel.: (44) 71 836 48 02. Fax: (44) 71 240 2254 Herald Eribune.

On March 16th, the IHT will publish a Special Report on

### **NFORMATION TECHNOLOGY**

Among the topics to be covered are:

Information superhighway in the U.S.

IBM – under new management.

Multibillion dollar mergers and strategic ■ The hand-held Personal Digital Assistant.

■ The "virtual office" – the office of the future.

This Special Report coincides with the CEBIT show

in Hannover, March 16-23.

For advertising information, please contact James McLeod in Paris at (33-1) 46 37 93 76.

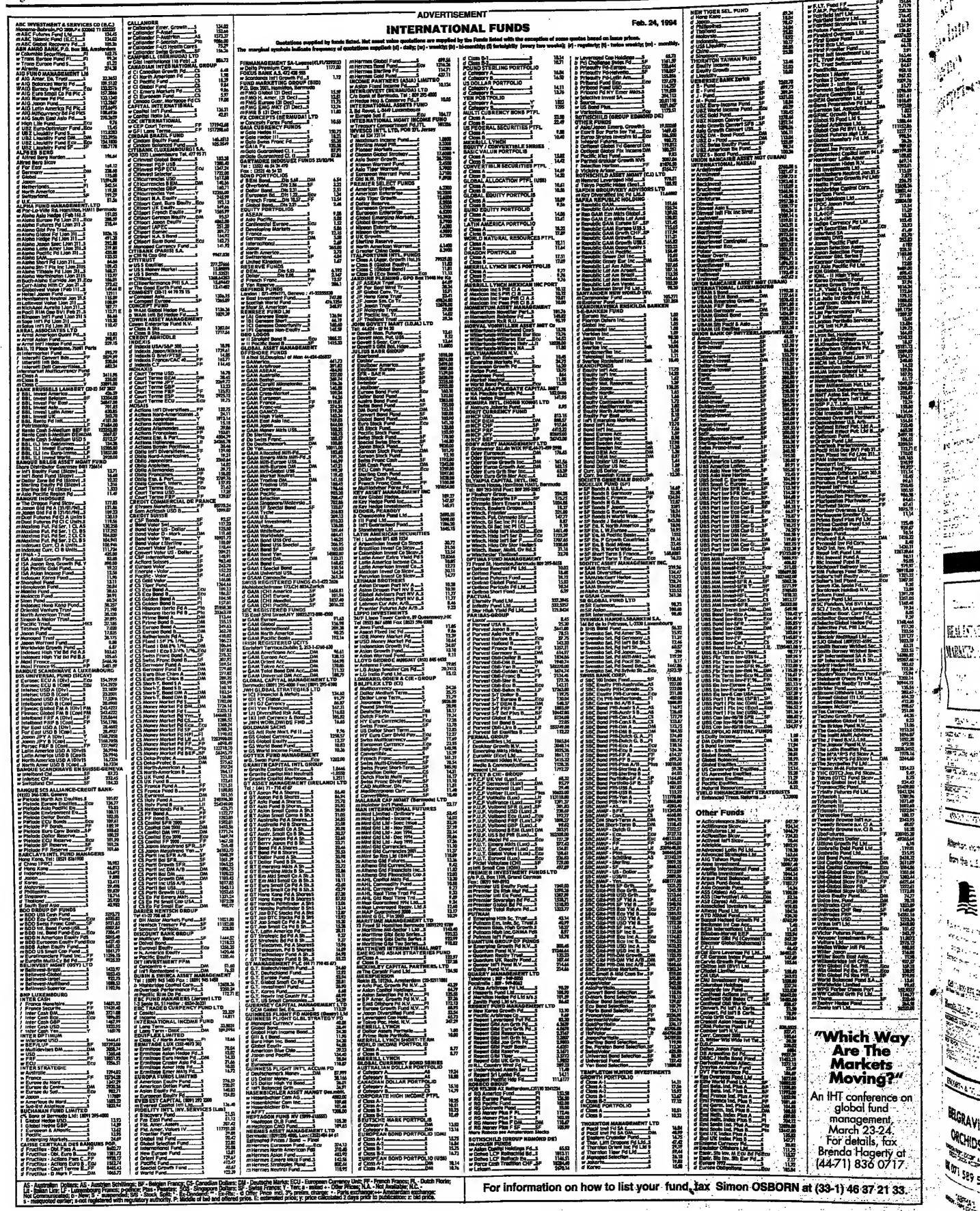
THE RESERVE OF THE PARTY OF THE

The Description with the Polymer Property Control of the Polym

Herald Eribune

EGRAVIA :

ORCHIDS



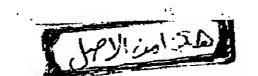
# For expert advice on personal investing.

For expert advice on personal investing.

Every Saturday, the International Herald Tribune publishes The Money Report, a weekly section that provides a penetrating analysis of financial products and services available to today's high-net-worth investor.

For timely investment information, read The Money Report.

Teral International Cribune



حكذاءن الأحيل

# **Packer Buys Into** Regency Enterprises

Bloomberg Business News SYDNEY - Nine Network Australia Ltd. said Thursday it would pay 165 million Australian dollars (US\$119 million) to buy a 30 percent stake in the Hollywood film producer and distributor Re-

gency Enterprises. Analysts said the move was aimed at securing programming in a world where an explosion of tele-vision channels is firing up competition for material to broadcast."

Nine Network is 45 percent owned by Kerry Packer, Australia's wealthiest businessman. Among Mr. Packer's other major media interests are a 15 percent stake in the Australian newspaper publisher John Fairfax Holdings Ltd. and a 49 percent stake in the American group Valassis Communications

Regency is headed by the producer Arnon Milchan, whose films include such hits as "Pretty Woman," "J.F.K." and "War of the Roses." Among films planned for production are Oliver Stone's

"Noriega," starring Al Pacino.
"It's fundamental to the future of the electronic media to have access to programming "Richard George, an analyst at Hambros Securities, said. "Your signals won't be worth as much in the future because there will be more signals, and the guy who supplies the prod-uct will have the whip hand."

### ■ Sony Denies Sale Plans Sony Corp. denied reports that it

planned to sell some or all its Hollywood movie studios, Agence France-Presse reported from To-

Sony, which acquired Columbia Pictures and Tri-Star Pictures for about \$3.4 billion in the late 1980s, said last week that its motion-picture revenue had plunged 13 percent in the third quarter.

# Firms Avoid Hong Kong Bonds

HONG KONG — The ingredients are almost all at hand, but a takeoff in Hong Kong's local corporate bond market still cludes the high-priced teams of traders and arrangers assembling at finance houses

Daily turnover in Hong Kong dollar gov-extrement debt now dwarfs that of the equities listed on the stock market's Hang Seng index. A flurry of certificates of deposit and various derivative products have appeared.

At the same time, increasing numbers of supranational organizations such as the Asian Development Bank and the Nordic Investment Bank seeking funds in the region have also raised money in the local currency, whose value is pegged to the U.S. dollar.

Yet, with the exception of a few bond-issuing pioneers, private companies have largely shunned a market that can offer cheaper medium-term financing than bank loans, and one that analysts expect someday

"The Hong Kong dollar debt market is starved for issues, it has no depth," said Peter Forry, director of fixed-income sales and trading for CS First Boston. "But there's too much liquidity out there for it not to develop."

But how long will it take?

"Most of the major banks and finance companies are equipped to deal in Hong Kong bonds and notes," Robert McBain, executive director of NatWest Capital Markets, said. "There are many more players than necessary, given the size of the market now, but everybody wants to be ready when things take off."

Although it communally runs a budget sur-plus, the Hong Kong government sells shortterm bills, with materities of 30 days or less. and notes with a maximum maturity of three years to help steer monetary policy and prod a commercial debt market into life in a financial center where equities have long been

The Hong Kong Monetary Authority, the colony's central bank, has established a central depository and clearing system for its

### ASIAN MONEY MARKETS

notes that can also be used in the trade of private-sector paper and serve as a bridge to nternational clearing systems.

The authorities have done quite a lot to make the environment friendly," said Andrew Sheng, deputy chief executive (monetary) at the Hong Kong Monetary Authority, the colony's central bank. "There is lot of demand for high-quality, long-term paper out there. Now it's up to the private sector."

The market expects the HKMA to issue a note with a five-year maturity at some point this year, a move that will help provide a benchmark for debt that extends beyond July 1997, the date of Hong Kong's return in

But the government, which is trying in stimulate market development and has re-cently eased listing requirements for new bond issues, will not heed calls to grant corporate issuers the tax-exempt status it ex-

For this reason, and the fact that few Hong Kong companies have debt ratings, Hong Kong dollar corporate debt can yield significantly more than comparable U.S. or European corporate paper - on average, about 150 basis points, or one and a half percentage points, more.

"From the risk/return point of view. it's a jungle out there now," said Philippe Delhaise, president of Thomson Bankwatch Asia, one of Asia's few corporate rating agencies.

"More companies are now prepared to look at this financing option and to undergo rating because they can see that, otherwise, the pricing they get is very much uncorrelated with the quality of their paper, "said Mr. Delhaise, who predicted the market would "explode" when secondary trading expanded.

But that boom could take awhile, maybe a year or two, according in some traders. De-mand for quality paper far outweighs supply.

"Investors are not quite ready for corpo-rate issues," said Andrew Fung, manager of swaps and trading for Wardley Ltd., a leading arranger and trader in the Hong Kong dollar debt market.

"The Swire Pacific issue was the first and most successful, but its trading spread continues to widen," Mr. Fung said, referring to the seven-year, 750 million Hong Kong dollar (USS97 million) bond paying a 7.125 percent semiannual coupon. "But we will see more action in this area in the second paying at 15 the action in this area in the second part of the

By that time, more Hong Kong corporates will probably have debt ratings, and more funds held by local quasi-public agencies will be farmed out to professional fund managers likely to invest more aggressively than is

# 2 Issues Show the Dragons Are Diversifying

HONG KONG - Asia's budding dragon bond market is al-ready starting to diversify, with the launch this week of two issues from Mexico and the Philippines.

Dragon bonds are ordinary debt issues aimed at raising capi-tal from a growing pool of Asian wealth in the so-called dragon economies such as Hong Kong and Singapore.

Analysts say the strong recep-tion for the two issues Wednesday, one by Nacional Financiera, Mexico's national development bank and one by Philippine National Bank, shows Asian inves-tors already have a healthy appe-tite and a strong constitution when it comes to debt.

This issue is the next step in the evolution of the dragon bond market," said Adam Howard, head of capital markets for J.P.

Morgan in Asia, commenting on the Philippine issue.

"The bond market started with just the top-rated issuers," Mr. Howard said. "This issue means that the dragon market can be tapped by the whole range of issuers, especially nonsovereign Asian names, and even in Asian

Until dragon bonds were launched in the 1990s, Asia did

TODAY'S

HOLIDAYS

æ

TRAVEL

SECTION

Appears

on Page 8

ARTS

POR SALE, Armin E. Cospor Collection, largest private collection of Kriapor featherworks (Brustian Indians) and its oil paintings. For information contacts H. Kolly/Sathamerica Tours, CH-8802 Karlsborg/201 (Switzerlands). Tel. 14 41,19/15 26 26 Fase (+41,19/15 31 37

International

Herald Tribune

ads work

not have a developed bond market, as governments were not in the habit of raising funds from

The Mexican offering this week, of floating-rate notes due in March 1999, was so successful that the issue was enlarged by \$50 million, in a total of \$250 million, on the morning of the issue. Philippine National Bank's issue was more modest at, \$53.2 million.

**Vital Signs** 

For Japan

Remain Weak

TOKYO — Japan's industrial production and shipments in 1993

fell for a second year in a row for the first time since the mid-1970s, a

government report said Thursday.
The final demand lacks power

to pull up overall production, and a stagnant trend will continue," an

official of the Ministry of Interna-

tributing the setback to recession

and the higher yen.
The 1993 index of mining and

manufacturing stood at 91.2, off from the base level of 100 for 1990

and down 4.5 percent from 1992, the ministry said.
The 1993 index of industrial

shipments fell 3.7 percent to 92.7,

after a 5.1 percent decline in the

The index of inventories, mean-

while, shrank 3.4 percent for its

second consecutive annual decline.

In addition, the Japan Anmmo-

bile Manufacturers' Association re-

ported that the country's motorvehicle exports had fallen a record

26.3 percent in January from a year

earlier, m 390,418 units, their 10th

previous year, the report said.

# Singapore Invests in Asia Fund

SINGAPORE - Government investment bodies have taken a one-third stake in a fund to invest directly in Asia, officials said Thursday.

Singapore previously invested conservatively in shares, bonds and real estate in the United States,

Europe and Japan.
But in Japuary, former Prime
Minister Lee Kuan Yew told Parliament that Singapore should invest more of its buge foreign reserves in Asia. A few days later, his successor, Goh Chok Tong, said some funds would be set aside for that purpose.

The 33 percent stake just purchased by Government of Singa-pore Investment Corp. and a sister company, Temasek Holdings, is in a \$761 million fund in invest directly in Asian infrastructure projects. Called AIG Asian Infrastructure Fund L.P., the fund could reach \$1

billion in a few months, the officials said. The other major investor, with \$100 million, is American International Reinsurance Co., wholly owned by American International

Half of the fund will be invested be invested mainly in Indonesia, Malaysia, the Philippines, Taiwan and Thailand. As much as 20 percent might be invested in other Asian countries, the fund's promoters saic

"China and the ASEAN group offer some of the most attractive opportunities for private investors over the next decade," said Mocen Qureshi, chairman of Emerging Markets Partnership, the fund's principal adviser.

The fund will invest in three

### Investor's Asia Hong Kong Singapore Straits Times Hang Seng Nikkei 225 215007 20000 11000 -19290-10800 -SONDJE ON DJF Thursday Prev. Exchange 10,432.00 10,763.20 -3.08 Hang Seng Straits Times 2.385.24 2,423.91 -1.60 Singepore 2,197.00 2,218.90 0,99 19,765,48 19,341,83 +2.19 Miktori 225 1.146.41 1,141.05 Kuste Lumpur Composite 1,430.65 1,419.54 -0.78 Bangkok 932,15 950.01 Talpel · 5,670.71 5,769.19 -1.71 2.996.21 . .-1.33 Composite 552,51 551.88 Jakarta Stock Index +0.12 2.269.26 2.265.24 +0.18 New Zeniand NZSE-40 1,955.18 1,955.89 Bombay Netional Index

### Very briefly:

 Taiwan will abolish its much-criticized tobacco and wine monopoly system by the end of June 1995. The move will allow cigarettes and liquor to be imported freely and taxed according in international standards.

in China and the rest is expected to . Yazaki Corp., a maker of electric wires and gauges, will buy the wire harness division of Acustar, a Mexican subsidiary of Chrysler Corp.

• China will form a property rights exchange in the southern city of Guangzhou that will allow some domestic and loreign businesses in freely sell or transfer property rights.

Electricity Generating Authority of Thailand, a state-owned power company, agreed to build a \$1 billion dam and power station in Laos with its state-owned counterpart there.

• Takashimaya Co., the Japanese department store chain, cut its earnings projection for its financial year ending Monday to 2.8 billion yen (\$27 billion) from 3.0 billion yen.

Taiwan's gross national product grew 5.9 percent in 1993, compared with 6 percent growth in 1992, the government said.

eations and transportation, it can, however, invest in other resource developments, property or environmental services projects.

Hitachi Ltd. will form a joint venture in Shanghai in produce and market household air conditioners: the company, which will begin production in April, will be called Shanghai Hitachi Household Appliances Co.

Virgin said it had more than 50 Megastores world-

The deal with Wheelock seems to fulfill up British

### INTERNATIONAL CLASSIFIED

TODAYS REAL ESTATI

MARKETPLACE

Appears: on Page 4

PERSONALS

SACRED HEART OF JESUS and Soint Jude Stank you for all proyers enswered. Maries THANK YOU SACRED HEART of Jesus and St. Jude for proyers assured. J.M. and C.C. THANK YOU SACRED HEART of Jesus and Soint Jude for proyers assured. C.B.W. SACRED HEART of Jesus and Saint Jude, thank you for proyers answored. MKW

ANNOUNCEMENTS.

Attention visitors from the U.S. !



| INTERDEAN FOR A FREE ESTIMATE CALL PARIS [1] 39201400

**BUSINESS SERVICES** 

SAVE ON International **Phone Calls** 

Now you can cell fine
U.S. and save as much as
65% compared to local phase
comparing. SAVE UP TO 50%
aff fine motor Crudit Card
DRECT Services. Poy lose
from U.S. originating robe
on cells originating overseas.

No garden to buy.
Call free letter, bone or office terrized billing. All digital.
Call or Fox for information.

**∰kallback** Tel: 1/206-284-8600

Fax: 1/206-282-6666 COMPON ADDRESS BOND STREET, Elegant offices & all services Tel: (44-71) 499 9192 Fase 499 7517

**BUSINESS TRAVEL** st/Beatmen Class Frequent Traveller to Orient/Australio/Airco/No. & So America. Sons up to 50%. No cou-Tel: 514-341-7227 Fox 514-341-7978.

**OPPORTUNITIES** 

COMPANIES £195

Tel: +353 1 6678490 Fax 6618495 TOP-CAPITAL INVESTMENT

RCIAL/BUSINESS FINANC evenicable for any viable projects vertebuide. Fox brief symposis in English to Corporate Advances, 44-273-621300, Quale Reh, Ti

273-245300. Guode test, 11
2nd TRAYEL DOCUMENTS. Driving 5cences. GM, 2 Partitionus, Vocinopuetti,
Athers 1607, Greece, Fox 8902/52
OPTSHORE CONNPANIES. For free
brochore or odvice Tel. London
44 81 74) 1224 Fox 44 81 748 6558 SERVICED OFFICES

Your Office in Germany we are "at your service"

Complete office services at two presign addresses.

Fully expired offices for short term or long term.

Internationally troiced office and professors for for your deposed.

Can be lapally used as your corporate dominate for Germany-ferrors.

Laires Business Services Gasbil Laires-Hous om Hobbassenpark Justinicontrasta 22, 6000 Frankfurt am Maio 1, FINANCIAL SERVICES PUNDING PROBLEMS ? Venture Copida - Equity Loose Bed Estate - Business Financing - Long Term Prime Bank Guarantees

fearcial guarantees to seave funding for violate projects curranged by: Burncor of Asia Commission earned only upon Funding. Broker I Commission Assured. Fast (63-2): 810-9284 Tal: (43-2): 810-2570 or \$12-3429

RINES AVAILABLE opining trodeoble colluteral, Telephone UK 071 930 6776 Fox 071 930 6624. IRISH NON-RESIDENT **EMPLOYMENT** EXECUTIVES AVAILABLE

EX-USSR MAINET EXECUTIVE, 28, work experience with excellent results work experience with excellent results seeks position in Poris or overseon to complion, fromes manager, investment, trock, market development professeorch. Fox (33-1) 43 76 07 28 **AUTO RENTALS** 

PARS TEL: [1] 45 87 27 04 BOATS/YACHTS

POR SALE. Passenger hotel riverboot, 70m x 115m, 58 kerge double coli-iens, restourort, burge, bor, svin-ening pool, sen deck, 2 Commas on-gines 500 HP, 2 Conseires generators, 2 Schottel propellors, Germanscher Hoyd classification, Tel-Egypt 202-340;945 or Itoly 39-0543 76/667

LEGAL SERVICES DEVIORICE FAST. \$295.00. P.C. Box 8040, Anoheim, CA 92802. Coll/Fox 9714) 968-8695 USA.

Herald Eribune

### PLANNING TO RUN A CLASSIFIED AD?

Place your Ad quickly and easily, contact your nearest into office or representative with your text. You will be informed of the cost immediately, and once payment is made your ad will appear within 48 hours. All major Credit Cards Accepted.

FUROPE ANCE MOL Paris, Tal. (1) 46 37 93 85, Fax: (1) 46 37 93 70. BEMANY, ALSTRIA & CENTRAL BLBCPE: Fromburt, Tel.: (069) 72 67 55. Fox: (069) 72 73 10. VITZENLAND: Pully, Tal.: (021) 728 30 21. Fan: (021) 728 30 91.

NORTH AMERICA MEW YORK: Tel.: (212) 752-3890. Tell free: (800) 572-7212. Tellor: 427 175 Fax: (212) 755-8785 ASIA/PACIFIC

M II N I C H \* W E L C O M E ESCORT & GUIDE AGENCY. REASE CALL 089 - 91 23 14. YIENNA \* PARIS \* MILAN \* ZURICH Eurocontot Int L Ecort + Tronst-Servos. Col Vieren + 43-1-310 43 19.

FRANKFURT KOLN DUSSELDORF all areas, Sucon Service, 7 days 069-473294

### Malaysian Maker Of Toilet Paper Eyes Expansion

consecutive monthly decline.

KUALA LUMPUR - Union Paper Holdings Bhd., the small toi-let-paper maker that was the ruin of many Malaysian speculators last year, said Wednesday it was going

on a shopping spree. Union Paper's new chairman, Abdul Ghafar Baba, who quit his job as the deputy prime minister of Malaysia last year after losing a power struggle, detailed his "priori-ty shopping list" at the company's annual meeting.

Among the coveted items: banks and stockbrokers, timber and wood-based industries, a Kuala Lumpur office and apariment development "mainly for the up-mar-ket tenants," and government contracts for airport, road and telecommunications projects.
Union Paper rose from 1.73 ring-

git (64 cents) a share to 23 ringgit last year on rumors in would be taken over by a cooperative linked to the United Malays National Or-ganization, Malaysia's dominant political party. When those hopes were dashed,

the stock plunged as low as 4.72 ringgit, triggering a selloff of other small companies that had also gone np on takeover expectations.

### TNT Records a Profit After 3 Years of Losses

Compiled by the Staff From Dispatches SYDNEY - The benefits of re structuring and a surge in profit fo: Ansett Airlines helped TNT Ltd., a global transportation company, to post its first profit after three year. of deficits.

The group Thursday announced a profit for the last half of 1993 of 22.29 million Australian dollars (US\$16 million), reversing a loss of 74,45 million dollars a year earlier. Sales rose 1.7 percent, to 2.85 bil-lion dollars. (Bloomberg, AFP)

# Virgin to Open Megastore in Hong Kong

HONG KONG — Virgin Group PLC of Britain and Wheelock & Co. of Hong Kong said Thursday they had teamed up to develop the Virgin Megastore

wide, many of them joint ventures, with combined sales of more than \$600 million a year.

entrepreneur Richard Branson's ambition to build a chain of music and games retailers in Hong Kong, global network at Virgin. "In most major cities in the world, there should be a Virgin retail store by the turn China and Taiwan in a 50-50 joint venture. The opening of the first Hong Kong store is schedof the century," he said this week.

> FIDELITY AMERICAN ASSETS N.V. Registered Office:

Schottegatweg-Oost 130 Curação, Netherlands Antilles NOTICE OF ANNUAL GENERAL ASSEMBLY OF SHAREHOLDERS

Please take notice that the Annual General Assembly of Shareholders of Fidelity American Assets N.V. (the "Corporation") will take place at 2:00 p.m. at Schottegatweg-Oost 130, Curação, Netherlands Antilles, on March 15, 1994.

The following matters are on the agenda for this Assembly:

I. Report of the Management.

Election of the Managing Directors.

The Chairman of the Management proposes the re-election of all present Managing Directors: Edward C. Johnson 3d, Barry R. J. Bateman, Charles T. M. Collis, Sir Charles A. Fraser, Jean Hamilius, H.F. van den Hoven and AMACO Holdings & Trust

Company N.V. Approval of the balance sheet and profit and loss statement for the fiscal year ended

November 30, 1993. Ratification of actions taken by the Managing Directors since the last Annual General Assembly of Shareholders, including declaration of an interim dividend in respect of the fiscal year ended November 30, 1993, and authorisation of the Managing Directors to declare additional dividends in respect of fiscal 1993 if necessary to enable the Fund to qualify for "distributor" status under United Kingdom tax law.

Ratification of actions taken by the Investment Manager since the last Annual General

Assembly of Shareholders. 6. Consideration of such other business as may properly come before the Assembly. Approval of each item of the Agenda will require the affirmative vote of a majority of the

votes cast at the Assembly. Holders of registered shares may vote hy proxy by mailing a form of registered sharebolder proxy which will be sent to them by the Fund's Registrar and Transfer Agent, Fidelity Investments Luxemburg S.A. Registered sbareholders may also obtain a form of

registered shareholder proxy from the institutions listed below. Holders of bearer shares may vote by proxy by mailing a form of proxy and certificate of deposit for their shares to the Corporation at the following address:

Fidelity American Assets N.V. c/o AMACO Holdings & Trust Company N.V. Post Office Box 3141

NETHERLANDS ANTILLES

Bearer shareholders may obtain a form of bearer shareholder proxy and certificate of deposit from the following institutions: Fidelity International Limited

Fidelity Investments Luxembourg S.A. Kansallis House, 3rd Floor Place de L'Etoile Boite Postale 2174 L-1021 LUXEMBOURG

Fidelity Investments International Oakhill House 130 Tonbridge Road Hildenborough Kent TN I 1 9DZ, ENGLAND

Anternatively, holders of bearer shares wishing to exercise their rights personally at the Meeting may deposit their shares, or a certificate of deposit therefor, with the Corporation at Schottegatweg-Oost 130, Curação, Netherlands Antilles, against receipt therefor, which receipt will entitle said bearer shareholder in exercise such rights.

All proxies (and certificates of deposit issued to bearer shareholders) must be received by the Corporation not later than 1:00 p.m. on March 15, 1994, in order to be voted at the

February 17, 1994

By order of the Management Charles T.M. Collis

P.O. Box HM 670

Hamilian HM CX,

BERMUDA



# If you enjoy reading the IHT when you travel, why not also get it at home? Same-day delivery available in key U.S. cities. Reraldane Eribune ALCOHOUS ANONY/MOUS English specifing meetings draft. Tel. PARS (1) 45 95 95 or BOME 678 0320 or PANKFURT 597/625. AMA SCHÖN The most refined of all tes, in ZARCH sacksively of WENGEGG. Leading men's store 13, Bahnhofst. 01-211 29 50 **ESCORTS & GUIDES**

BELGRAVIA **ORCHIDS** LONDON PARES ESCORT AGENCY CREDIT CARDS ACCEPTED UK 071 589 5237

" HONG KONG SELECT "" Meditingon) Escort Service. Gredit cords accepted. Tel: (852) 546 1305. Service Available Worthwide Tel: 212-765-7896 New York, USA Major Credit Cards & Checks Accepted New execut service in ZUBSCH Tel: 077/770190 - 7 days GENEVA \* MISS \* PARIS CHEISEA ESCURT SERVICE.
51 Besinchamp Place, London SW3.
Tel; 071-584 6513 Escullahed 18 years.

ZUNCH HEW \*\* VICLET \*\* Service, Credit cords compled. Tel: 977 / 63 83 32, PRETLY WOMAN
GENEVA PARS
New Exclusive Except Service
(22 32) 99-61

PARIS & LONDON® BEGANT & EDUCATED® EXCLUSIVE Excert Service London [71] 394 5145 Service Service 70 40, 077/88 06 70 GENTEMBN'S Nighadub Mayfair as-cort service, Bondstraot 26 the Hogse, Tel. +31 (076) 360996. (OSLYO EXECUTIVE Exact Service. Credit conds. Tel. (03-309-7170

PYRITE LONDON

Private Excert Service.
7 days/revenings. Tab 071 493 2014
LONDONH HEATHROW EXECUTIVE EXCLUSIVE CARRIEGAN Excert Agency
071 794 9077 Credit cards compiled

DSS-UT354

PARIS - LONDON - FRENCH RIVERA
ESCORT SERVICE & TRAVEL
Please call London 71 394 5121 daily

\*\*\* ZURICH\*ELACK SAMANTHA\*\*\*
English/German Resort Service

\*\*\* Tel: W71/H4 UA 72 \*\*\*
LONDON MAHOGANY ANKELS
CARRESAN BICORT SERVICE
W7-123-704 credit cards excepted

\*\*GENEVA ANT\*\* Escort Agency\*
\*Inf\*\* Diretes, Travel, Sking,
\*\*\* washend, etc.\*\* 022-346,14.86\*

\*\*\* FRANCESET 121 069 - 997 4338,
DAILY FROM 25m.

\*\*\* FRANCESET \*\*
Victoria's Sizort and Guide Service. /BONA \* TURNO \* PRAGLE SUPROME INTL ESCORT SOWCE Call Vienno (+ +43 1) 532 11 32 TO OUR READERS IN WARSAW

Morning hand-delivery of the IHT day-of-publication is now available.
Call today: 635 37 75 \_56

20 13

J2 3.7

1,141

10

YId PE 1885 High Low Lotest Cyge

5575555 641

Yid PE 100s High LowLatest Chige

*3*8

1 日本

.10 .05

\_20 2.00

24 24

3

2.25 붎

High Low Stock

18% IlViLIVers

.14

.왕• 24

19 Morth High Low Stock

30% 23% Poirin s 7% % Polyph 14% 5% PortSys

Yid PE 100s High Low Lates Chies

17% 17% —% 19% 19% —%

Thursday's Prices
NASDAQ prices as of 4 p.m. New York time.
his list compiled by the AP, consists of the 1.000
nost treded securities in terms of dollar value. It is
updated twice a year.

.20 .24 1.08 6.0 .52 2.1 .15r

THE MANUSCRIPT OF THE PROPERTY OF THE PROPERTY

3.1

774 224 Cryomed 40/4 30/4 CulinFr 77 12/4 Custon Cryston 41/4 18/4 Cyrix Co 28/4 10 Cyrix Co 28/4 10 Cyrix Co 15/4 474 Cyrix X

4898

Thursday's Closing
Tables include the nationwide prices up to
the closing on Wall Street and do not reflect
late trades elsewhere. Via The Associated Press

#30 10.1 2.42 ... 23 166 ... 181

27% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000)
28% (2000) 

THE PROPERTY OF THE PROPERTY O

| 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1-16-1 | 1-1 134 474 ICH of 129 1976 134 ICH of 129 1976 ICH of 129 ICH o

THE STATE OF THE PROPERTY OF T

| The control of the 

1.50 a 7.9 | 1.50 20 37 8 9

W-X-Y-Z

22 44 22 26

55 17 8 26

14 12 72

26 140

15 17 8 1

1 14001600 7 61

1 14001600 7 61

1 1.12 77 11 30

1 1 402

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 140

4 5 

YIG PE 100s High LowLinestCh'on

# 31

12 Month High Low Stock

DW\_YId PE 100s High LowLatest Crys

2636 3636 --- VA 5V7 550 +36 1274 1236 --- VA

MNA LETT

الفترامزالاجل



# BACK ON TRACK, THE EMIRATE LOOKS TO THE FUTURE

eration from Iraq, there is a new feeling of growing optimism in " Knwait - although the shadow of Saddam Hussein still lingers on. The oil sector is back to normal (barring some minor production and refining problems), construc-tion activity has picked up rapidly in the last year and the Kuwait Investment Authority is restructuring both its management and investment strategy.

Crude-oil production is about 2.2 million barrels a day and refining capacity is 580,000 barrels a day, compared with a prewar figure of 800,000 barrels a day.

Falling oil prices are, however, rapidly increasing the budget deficit, which now stands at about \$3.5 billion. A report to the National Assembly last month revealed that Knwait was losing about \$200 million a month in lost oil revenues - equivalent to \$2.4 billion a year at present prices. The good news, though, is that preliminary studies of a report due to be finalized in August show that there was no substantial damage to oil reservoits as a result of the fires.

There are still some post-liberation social problems that are causing concern. "Trauma" is very much a vogue word, and a special new psychiatric meatment center is to be built. The government also wants to remove all monuments and war memorials incorporating tanks, guns and other military. equipment, which are said to be having a damaging effect on the ing of financial institutions."

minds of Kuwaitis who experi-

enced the war. In addition, the population mix is said to be out of control. There are only 643,000 Kuwaitis out of a total population of 1.6 million, and the economically active population is only 22 percent, compared with 40 percent in the developed world. The annual increase in the Kuwaiti population is said to be 3.8 percent, one of the highest in the world, and the present population is expected to double over the next 17 years, which should help to rectify the balance between Kuwaitis and non-

The government and the National Assembly are daily wrestling in public with major issues ranging from women's rights to whether to introduce charges for health services or to make the public pay a more realistic price for electricity

All this is part of the new democratic process, which is succeeding and is continuing to call for greater accountability from the government and civil servants.

The role played by the Audit Bureau, a public watchdog monitoring the financial, economic and investment scene, is a direct result of the changes for the better that have taken place in Kuwait since the war. Says AbdulMobsen Taqi Mudaffar, a leading local economist: "It is one of the orany fruits of democracy and parliamentary life. which greatly protected public funds, and is an indication of the serious monitoring of the function-

Kuwait in prewar years was noted for its casino-Cadillac way of life in one of the most extensive welfare societies in the world, where every citizen was looked after by "Mother Kuwait" from the cradle to the grave. The present emphasis is on cutting out waste and creating greater social awareness and responsibility among

Kuwaitis. Ali Abdul Al-Rashid Al-Bader, the new managing director of the Kuwait Investment Authority, cites an experimental fee of 2 Kuwaiti dinars (\$7) for X-rays taken in a hospital. When they were free, the hospital used 800 X-ray films a day; when the fee was introduced, the figure dropped to 200.

In another example, Mr. Bader says employees in his office would rather go to the doctor for a break than go to a coffee shop. "I have seen it with my own eyes," he says. They go down to the doctor and get a packet of prescriptions, go to the pharmacy and dump most of the drugs on the way back to the office.

It is crazy. Sheikh Saud Al-Sabah, the minister of information, says his people are still recoiling from the shock of the war. Referring to health and other charges, however, he says: "We have to face reality now rather than be caught out in the future."

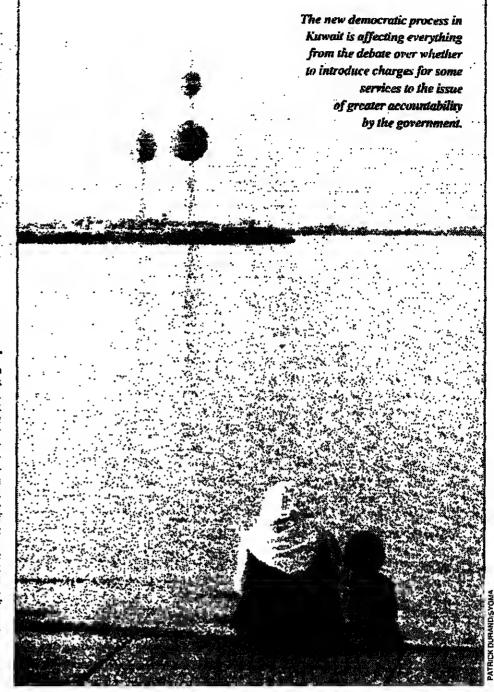
He adds that the government has to look scriously at introducing tariffs and charges across the spectrum. "We have to cut the fat and to look at ways and means of generating more income for this country through services - telephone, power and water. Import taxes on luxuries are only 4 percent. Ninety percent of power is subsidized. You don't have to pay a single cent whether you have just a headache and go to the doctor for a bagful of medicines or you need to have heart

Sheikh Saud says people are demanding that the government introduce charges. An unpublished report made recently by the Min-istry of Health to the Ministry of Finance says that health charges must be introduced. Not everyone agrees, however.

Jasem L. Al-Sadoun, general manager of Alshall Economic Consultants, an outspoken critic of economic policy, suggests that such charges, particularly for the use of water and power, may not in themselves raise much income for the government, but they may certainly help reduce demand and waste. But if this were to happen, it might lead to the cancellation of a project to increase production capacity.

Continued on page 21

This advertising section was produced in its entirety by the supplements division of the International Herald Tribune's advertising department. • It was written by Michael Frenchman, John Roberts and Pamela Ann Smith, all writers based in Britain who specialize in Middle East-



X X 72	49- 1		
Wh	3T'C I	nside	

S4	
Page 18	Economy: Beyond Oil
	Interview: KIA Head Speaks
Page 19	Banking: New Markets
*	Debt: The Sculement
Page 20	Health: Reforms Proposed
	Women: Gaining Ground
\$	POWs: Rays of Hope
Page 21	Borders: Good Fences
Page 22	Education: The Learning Curve

Environment: Progress Made

Rights: Citizenship Issues

Construction: Booming Funds: And Projects OH: Up to Speed Profile: Oldest Banker Privatization: In the Works Aviation: New Directions Duty Free: High-Flying Telecoms; More and Free Zone; On the Docket

Defense: Offset Deals

# **KUWAIT NATIONAL PETROLEUM COMPANY** REFINERIES RESTORATION PROJECT

### TO MEET THE CHALLENGE

FOSTER WHEELER MANAGEMENT OPERATIONS LTD. (FWMOL) PROJECT MANAGEMENT CONSULTANT

The success of the Refineries Restoration Project stands as a proud achievement for the men and women of FDSTER WHEELER. They managed, monitored and supervised more than eight million work hours by over 3,700 multi-national contractor and subcontractor personnal. Their afforts, which included procurement of more than US\$ 80 million of project materials, were essential to ansure that all three of Kuwalt's refineries were efficiently and safely restored.

### MINA AL-AHMADI REFINERY

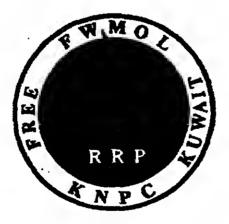
The largest of KNPC's threa refinarias, Mina Al-Ahmadi suffered extensive damage as a result of the Iraqi invasion and occupation of Kuwait. Full restoration of all production units and critical tankege at this key refinery which has cepacity to refine 388,000 barrels of cruda oil per day, was criticel to support the infrastructure and economy of Kuwait. As a result of more than four million hours of work, all mechanical systems were completed in under one year from job start.
SHUAIBA REFINERY

Shuaiba, KNPC's original oil refinery, was commissioned in 1968 and expanded in 1978. At peek production Shueibe Refinery has that cepacity to refine 195,000 barrels of crude oil daily. This was the most extensively dameged of KNPC's three refineries, requiring a near total rebuild of the crude unit and nearby process units; pier and tank ferm which sustained bomb and fire damage. Today, Shuaiba Refinery is once agein producing and shipping refined products.

Work was completed just ten months following contractor mobilization.

### MINA ABDULLA REFINERY

As Kuwait's most modern refinery, Mina Abdulla has a capacity of 200,000 barrels of crude oil per dey. During the Iraqi occupation of Kuwait, the Central Control Building, the nerve center of the Refinery, the shipping and inter-refinery pumphouses; the main piping sleeperway and small boat harbor were totally destroyed. The tank farm and coke handling system sustained severe damage.
Contractors selected to undertake the rebuilding at the Mine Abdulle Refinery met the challenge, with mechanical systems on target for scheduled completion in March 1994.



**PROUD MILESTONE** IN THE **KUWAIT** OIL RECOVERY **PROGRAM** 

### TEAMWORK IS THE KEY

CHINA PETROLEUM ENGINEERING CONSTRUCTION CORPORATION

In the restoration of the Mina Al-Ahmadi, Refinery, CPECC mobilized more than 1,200 construction, engineering and support personnel. CPECC was supported by its sister company, SINOPEC Engineering Incorporation (SEI) and 16 Kuwaiti and international specialty subcontractors. The repair work on eight process units was completed end the units returned to production within one year from contract award, with the first unit turned over in August 1993.

DAELIM ENGINEERING COMPANY (DEC)

DAELIM mobilized more then 850 personnel from Korea and the Philippines to accomplish the damolition, construction work and equipment overhaul at the Shuaiba Refinery. Twelve Kuwaiti subcontractors supported DAELIM with specialty services in the refinery and on the oil pier. The first oil shipment from the restored refinery was mede just ten months efter this chellenging work bagan.

INSTRUMENTS INSTALLATION & MAINTENANCE CO. (IMCO)

IMCD, a Kuweiti Contractor, was swerded the contract for construction of electrical and instrument facilities at the Mina Abdulla Refinery. IMCO personnel worked helf a million manhours performing construction of E&I work for pumping facilities, central control room, coke conveyor system involving miles of electrical and instrument cebling, end installation and hookup of sophisticated electrical and control systems.

NOYES CLOUGH, A DIVISION OF CLOUGH ENGINEERING LIMITED

NOYES, of the Clough Engineering Group, one of Australie's foremost multidisciplinary engineering and construction organizations, was awarded the contract to rebuild the mechanical systems, including the coke handling structure and aquipment, the shipping and inter-refinery pumphouses and piping sleeperways at the Mina Abdulla Refinery. NOYES utilized several local subcontractors. In all, more than 800,000 manhours of effort were needed to perform the mechanical reconstruction work.

CBI EASTERN ANSTALT (CBI)

CBI won the contract to repair end replece demeged end destroyed storage tanks at all three refinances. In all, seventeen tanks were replaced or required major repairs. Five Kuwaiti and Gulf region subcontractors provided important support services. CBI is a world leader in the design and construction of petroleum storage tanks and thay heve maintained a continuous presence in the Gulf for over fifty years.

PAN ARAB CONSULTING ENGINEERS (PACE)

PACE was responsible for re-design of the enlarged Central Control Building at Mine PACE was responsible for re-design of the enlarged Central Control Building at Mine Abdulla Refinery. PACE provided civil/structural design, engineering and drafting services which greetly aided the Refineries Restoration Project in maeting the scheduled completion dete for this critically needed structure. Established in 1968, PACE has offices in Kuwait and Behrain, and provides services in plenning, architectura, engineering, landscaping, interior design, quantity surveying, land surveying, construction supervision and project instancement services.

EL-HOSS ENGINEERING & TRANSPORTATION CO. (INC.)

HETCO, a Kuwaiti Contractor, provided comprehensive fleave for customs destructed and transportation services to KNPC for the Refineries Restoration Project. This involved parforming customs claerance for more than 1,800 air, see and land shipments.

involved parforming customs claerance for more than 1,800 air, see and land shipments and trensporting thousands of tons of materiels from Kuwait's ports of entry to the three KNPC refineries. HETCO, established in 1947, provides heavy lift end transport services throughout the Gulf region.

### Beyond an Oil-Based Budget

As all prices continue to fall, there is strong pressure on the government to cut spending and increase revenue from the sale of state-owned

(in millions of Kuwaiti dinars)

	91/92	92/93	93/94	% change
	Budget	Budget	Budget	92/93-93/94
Total Revenue	870	2218	2713	22
Oil Revenue	700	2000.3	2419	21
Non-Oil Revenue	170	217.7	294	35
Deficit	(5438)	(2003.8)	(1495.3)	-25
			• • •	

# TOP PRIORITY: BUDGET REFORM

where a bottle of water costs more than gasoline, there is strong pressure from within and outside the government to trim spending and cut budget expenditures as oil prices continue to fail.

Source: National Bank of Kuwait

Defense spending and salaries civil-service account for just under half of Kuwait's budget. Total expenditures were projected as 3.9 billion Kuwaiti dinars (\$13.45 billion), while total revenues were put at 2.7 billion Kuwaiti dinars. Expenditures are only 60 million Kuwaiti dinars less than the previous year, hut there was a 13 percent increase in wages and salaries.

The government had originally based its oil-revenue forecast for the 1993-94 budget on \$14 a barrel, but the price fell to \$10.50 and. because of reported discounting, is now even less. Oil accounts for 90 percent

of Kuwait's income. The locally produced Al-Shall Weekly Economic Report considered the situation to be "alarming," as half the budget allocations had been disbursed already at an average of \$1.2 billion a month to the various ministries and other institutions. According to the National Bank of Kuwait, however, if all revenues and expenditures are fully shown (several items are not revealed). report to the National

the situation may not be so. Assembly that an urgent had. It states in its last economic report for 1993 that the picture about the actual deficit will be much clearer. Investments and their returns do not figure in Kuwait's budget.'

Budget reform, a politically sensitive issue, has

> Defense spending is the subject of controversy

become an urgent task, according to Nasser Al-Rodhan, the finance minister, who has appealed for cooperation in the National Assembly. Delaying measures would inflict further harm to the living standards of citizens," he says.

In local newspaper reports he added: "The recommendations and reform measures require making sacrifices at all levels for the time being. They are not easy to accept on the public level unless there is an honesty and openness with a future-oriented outlook and both the legislature and executive cooperate to ensure its success.

Mr. Rodhan has said in a

man Al-Rashid Al-Bader, who became manag-

li Abdul Rah-

ing director of the Kuwait Investment Authority (KIA) last year, is introducing sweeping changes. He is also trying to clean up the image of one of the most powerful investment institutions in the world. In this exclusive interview, he outlines KIA's strategy for the future and its interaction with developnient Kuwait's economy.

Last year, KIA's investment portfolio grew by a sum more than the size of the budget deficit, which was nearly \$4 billion. according to Mr. Bader, who would not give precise figures. Since the invasion

Banking sector a pillar of economy salaries," and that more

start on reforms has to be

made "instantly and without

delay." He has suggested there be cuts in the \$3.89

billion government wage

hill "without affecting

Kuwaitis be employed in

the private sector, where

nine out of 10 workers are

expatriates. Other sugges-

tions are to trim back

unnecessary spending on

services, review direct and

indirect subsidies, impose

fees on general services

(health, education, power

and water), create more

opportunities for foreign

investment and, finally,

look at the introduction of

acknowledged need for

Kuwait to be able to defend

itself - more than \$10 bil-

lion has been earmarked for

this purpose over the next

10 years - there is strong

pressure from many quar-

ters to adopt a more realistic

billions of dollars on hard-

ware and equipment when

we know we cannot use

them?" is a much-repeated

Jasem K. Al-Sadoun, of

Alshall Economic Consultants, feels very strongly about the issue. "Spending

\$1.5 billion this year on

defense is ridiculous; we are

not a 'Rambo' state. Who

are we going to defend our-

selves from - the Russians,

the Iraqis, the Saudis or the U.S.? We are in no position

to create an active army of 15,000 persons." He adds

that acquiring military tech-

nology is an obstacle to fur-ther development of the

state: "It is just a waste of

He suggests three alterna-

tives: First, become like

Costa Rica, which has no

army, and build up the civil

side of the economy; sec-

ond, form a joint military

lorce with other Gulf coun-

tries; third, adopt the Swiss

"Why are we spending

attitude.

While there is a genuine,

some form of taxation.

of Kuwait. the KIA has gone through difficult times, and the government has withdrawn considerable sums from the KIA reserve funds and some of its investment operations.

There are still withdrawals because of the budget deficit," says Mr. Bad-"but we have to be optimistic. I guess the government has to balance the

The rate of return we are making, especially over the last two years, is yielding us a very handsome return. In marketable securities and bonds, we are exceeding the international indices for last year, so much so that in 1993 the value of our investments increased sufficiently to more than cover all government withdrawals - much more, in fact, so we

are happy. He warned, however, that the KIA must not become complacent because 1993 was a good year, such returns will not necessarily continue, and the authority must choose the right investments.

What kind of investments are you concentrating on? We always try to keep a halanced portfolio. Our main emphasis is in marketable securities, stocks and bonds, the liquid items. The second target is real estate and the third and last target is some kind of direct investment. But we have to be realistic and work within our management ability. At the moment, we don't have it, which is why we are con-

centrating on investments which do not need sensitive management. We do not want to take short risks; we want medium to long risks. We don't want to get into

### PUTTING KUWAIT'S RESOURCES TO WORK

The KIA was established in 1982 to take over the Ministry of Finance's investment department and to invest the country's surplus oil money. Fear years later, it admitted to having combined funds totaling \$90 billion in the Fund for Future Generations (10 percent of all oil revenue automatically goes into the fund) and the General Reserve Fund, these were unofficially estimated to have risen to more than \$130 billion prior to the Iraqi invasion. Now, with greatly depleted funds, it is trying to build up its investment portfolio and divest itself of nonperforming investments as well as all of its Kuwaiti interests.

budget, and without any increase in money to us. But we have good expectations; because of the rate of return available in the market, we should be able to get back to our pre-invasion level of reserve funds in six or eight years time."

This would seem to suggest that total funds under KIA management may be well over \$100 billion just after the turn of the century. The KIA is now going

through some important changes. These involve balancing its portfolio, spreading its investments more widely and concentrating on achieving good mediumto long-term results. It is looking at such new frontiers for investment as South Asia and China.

Due to the substantial improvement in internationthings which need a lot of management expertise, a lot of monitoring, because we do not now have the capability, especially for the international side. Our human resources are scarce.

Whot is your present strolegy within KIA ond the Kuwoit Investment Office in London?

We have a special team, which reports to the KIA ment these recommendaboard this month, reviewing both the management and investment strategy. We are reviewing the whole organization of KIA and KIO, trying to unify our strategy, unify the planning and unify the monitoring - and of course the flexibility 10 make decisions, the flexibility to make investments. l expect we will kick in the new procedures about the middle of the year. Some

al markets. Mr. Bader says: steps have already been taken to enhance and improve the monitoring capability and the management structure by merging the head of KIA and the KIO together with one chief executive officer. I hope we will complete the restructuring program by the end of the year.

We have been involved in

Hos recent criticism of same of your operations been justified?

INVESTMENT AUTHORITY HEAD OUTLINES CHANGES

some investments which turned sour. We are now taking steps to restructure them. I think that the general atmosphere of criticism has been unfair to some extent. Like any other organization, we are subject to the Audit Bureau inspection, which looks at what went wrong, where the losses are, not whether profits were made or if we have had a success story, so unfortunately public opinion was only exposed to the bad side, not the positive

You have had some problems in Spain, Germany and Switzerlond. Are there any more "sour invest-

ments"? Negative! We are in a better position today; we have no problem in Switzerland. The only area is Spain, but now we are in a sensitive area because of the legal aspects [court hearings]. But as the ultimate shareholder, we are helping Torras with its restructuring plan, and hopefully we will see some benefit for the shareholders. Have you been taking

nization? 1 wouldn't say "clean up," but we had some investments which had some problems. We have taken steps to restructure them, and some of the individuals who were involved

steps to clean up the orga-

are no longer with us. The World Bank report soid basically: "Sell every-Will you? thing."

The World Bank was talking about the domestic operation and recommended that the private sector should be encouraged to be more involved in the local economy. That is true, and we wholeheartedly agree. The government is taking very serious steps to impletions. When we talk about privatization, we talk about two elements. The first is the general public utilities, which are telecommunications, power generation, electricity grids and water, Kuwait Airways and some already started more than a year ago, with teleconimunications, and the new com2

first quarter with a target for it to take over by the end of the year. This will be the first in the utility sector. Following that, we will see what we can learn from this operation, if there were any mistakes, can we do it better and so on. The next step will be to pass a new law to

facilitate privatization of other operations and to set up a new privatization

shares before we can think of privatizing them. What bunking mergers

are taking place? Kuwait Real Estate Bank and the Industrial Bank are now in the technical process of merging. Kuwait Investment Company and Kuwait Foreign Trading Contracting & Investment Company are approaching the final steps of a merger. There are



"We have good expectations. Becouse of the rate

of return available, we

should get back to our preinvasion level of

reserve funds in six or

eight vears' time."

office within the Ministry of Finance, which may take over those operations temporarily. The second step will be to privatize the companies owned by the government through KIA in the local market. This should be much easier. The government owns about 60 companies, of which 40 are listed on the stock exchange. We own a few other shares here and there. In some companies, we own more than 50 percent, in others less than I percent. Our average holding is about 25 percent, and our total investment in the local market is around I billion Kuwaiti dinars [\$3.45 billion]. What is going to make it easier for us is that. originally those companies. The government only went into them after the market crash of the early 1980s, so we should not have problems in putting them back in the hands of the private sector. This will take three to five years but will, of course, depend totally on

the level of activity and the ability of the capital market to digest those holdings.

o few lome ducks. tuning the investment companies. The banking sector is already being restructured after the government took over the massive outstanding debts following the war. Now we have to wait for transportation systems. This the 1993 results, because 1992 was only one year. after the war. We expect 1993 to be good and 1994 pany is expected to be to be better, which will wrong? announced by the end of the affect the value of the

also the Kuwait Food Conipany and the Kuwait Flour Mills Co. There are talks going on between various commercial banks so that they can merge to increase capital: the Burgan Bank and Bank of Kuwaii and the Middle East, Commercial Bank of Kuwait and Alahli Bank. They have to get their balance sheets out, and there is the question of personalities, too, but the seriousness of intent to merge is there, especially in the banks we own. Shareholders are beginning to realize that if they continue as they are, the yield will be modest, so mergers, economies of scale and cutting down expenses is important. There will always he personalities involved, but at were in the private sector. - the end of the day, shareholders want money, and it is they who decide.

As fur os KIA is concerned, hove you been trying to oppear very uptimistic about the future?

In this business you have' to be optimistic, otherwise you are dead, and you may as well close up shop and go home. Look at the country: GNP is going at a good Do you see any prab-lems? You have to deal with which is a pillar of the economy, is being restruc-I don't think we have any - tured; corporation earnings problems. We have a few are increasing, the stock companies that need market daily trading even restructuring, and that is exceeds preinvasion volbeing done now - restruc- ume; the oil industry is back to preinvasion levels - by the middle of next year the oil-refining sector, which is very important, will be up to preinvasion levels, too. On the macroeconomic side, we have 10 percent of all the world's crude oil reserves below our feet and on top only about I million Kuwaitis, so what could go

# Kuwait Foundation For The Advancement of Sociences

KFAS is a non-profit research funding organisation oriented towards the promotion of scientific and technical development in Kuwait and Arab countries.

Financed by Kuwaiti shareholding companies which contribute 5% of their annual profit, KFAS is managed by a Board of Directors, Chaired by H.H. The Amir of Kuwail and six members nominated by the Kuwaiti shareholding companies.

### General Aims of & FAS

- Disseminating and developing scientific culture in society, and nurturing in it the appropriate scientific and technical skills.
- Sponsoring Basic and Applied Research through grants in the fields of Natural Science, Engineering, Health, Food, Sociology, Economics, Islamic Medicine and
- Awarding grants and prizes in Kuwait and Arab countries to enhance and reward scientific excellence. Contributing to the Arabic language library with
- specialized references and studies, and reviving Arabic as the medium for scientific study.

MAJALLAT AL-OLOOM Majallat Al-Oloom is the only Arabic language edition of the internationally recognized and widely distributed scientific magazine: Scientific American.

This monthly magazine is sponsored by KFAS and supervised by an Editorial Board headed by KFAS' Director General. It aims at satisfying the scientific aspirations necessary for the sustained cultural development of Kuwait and the Arab world. Correspondence and subscription to:

The Editor-in-Chief, P.O. Box 20856 – 13069 Safat, (State of Kuwait) Tel: (965) 2428186 - Fax: (965) 2403895 Annual subscription is: RD 161- or U.S. \$561for students and scientific researchers: KD 12/- or \$43/-

INVITATION TO NOMINEES "KFAS" PRIZE 1994 The Kuwait Prize was Instituted to Recognise Distinguished Accomplishments in the:

Arts, Humanities and Sciences The Prizes for 1994 will be awarded in the following fields:

- · Basic Sciences in Molecular Biology Applied Sciences in Nutriting and Related Diseases Economics and Social Sciences in Development of
- Human Resources in the Arah World Arts and Letters in Comparative Literature Arabic and Islamic Scientific Heritage in Mining and Metallurgy

**Details and Conditions of Entry** . Two prizes are awarded in each category to recognise excellence in the field of scientific research. One for Kuwaiti citizens and the other for citizens from other Arab countries.

Each prize consists of a cash sum of KD 30,000 (US\$100,000 approx), a Gold Medal, a KFAS Shield and a Certificate of Recognition. . The Scientific research must have been published during the last ten

ipdated C.V., a list of publications and four copies of each of the

blished works should be received before 31/10/1994, and addressed to:

Director General, Kuwait Foundation for the Advancement of Sciences "KFAS" PO Box 25263, Safat 13113, Kuwait Tel: (965) 242 9780 Fax: (965) 241 5365



KUWAIT INDUSTRIAL REFINERY MAINTENANCE AND ENGINEERING COMPANY



KREMENCO's dependability has once again been recognised and rewarded with the recent signing of a five year, multi-million Dinar Mechanical Maintenance contract for Mina Al Ahmadi Refinery.

For twenty five years, KREMENCO has provided engineering and technical services ro, and handled a broad range of projects, typically maintenance, construction and shop fabrication in, the oil, power generation, water distillation and industrial sectors.

In the rebuilding of Kuwait's industries after liberation, these sectors have made wide use of the following KREMENCO services:

- Mechanical Maintenance
- Heat Exchanger Repair
- Structural Steel and Pipe Fabrication and Erection
- Non Destructive Testing
- Chemical Cleaning Services Hydroblast Cleaning
- Sandblasting and Coatings

Routine or emergency, KREMENCO is always there with the equipment, expertise and technical skills to handle the situation.

KREMENCO

P.O. Box 9021 61001 AHMADI KUWAIT

Tel:

3261250 (8 lines) 3261366 CABLE: KREVIENCO

# An Invitation to Invest in Kuwait



### THE SECURITIES HOUSE **TARGETS** SECURE INVESTMENT AND GOOD RETURNS

### The Securities House

- Trader and Market Maker in domestic securities and shares
- Invests in the Kuwaiti Money Market
- Portfolio Manager
- Third Party Fund Management
- Founder of Investment Funds
- Conducts Economic and Financial Studies
- Participates in New Issues.

### Why Invest in the Kuwait Stock Exchange?

- KSE is viewed as among the best organised in the Middle East Secure Clearing System
- 47 leading national companies in 8 sectors quoted Stable performance and good profitability
- Market prices rose by 25% in 1993
- Low interest rates and stable Dinar Annual dividends up to 8% of market value
- Foreign investment permitted utilising local investment funds



### SECURITIES HOUSE Co.KSCC

Authorized Capital KD. 5,000,000 P.O. Box 26972 Safat, 13130 Kuwait Tel: 245(550; Fax: 3459287 Subject to Control of Central Bank of Kuwait and Ministry of Commerce & Industry

ADVERTISING SECTION

# BANKING SECTOR LOOKS FOR NEW **BUSINESS SOURCES**

nessimistic expectations three years ago as the Gulf War was coming to an end, Kuwait's banks have withstood the crisis and are now beginning to show profitable returns as well. Still, there are doubts about where this sector's new business will come from; without a resurgence of business confidence at home, pros-pects remain uncertain.

The outstanding success story is, undoubtedly, the National Bank of Kuwait (NBK), the only one of Kuwait's six commercial. banks to have withstood the international freeze on Kuwaiti banking assets at the time of the Iraqi inva-. sion. The largest of the six, it announced net profits of 52 million Kuwaiti dinars (\$175 million) last year, up 22.4 percent over the 42.5 million Kuwaiti dinars recorded at the end of 1992. Alone among the banks, it has retained its presence in international markets and is expanding its portfolio management facilities - a natural outlet for a bank that has long cultivated its relationships with Kuwait's wealthy merchant families and which can now claim the highest respect in the

world's money markets.

NBK's total assets grew
by 28.4 percent, to 3.3 billion Kuwaiti dinars at the end of December 1993, while customers' deposits rose 13.6 percent, to 1.95 billion Kuwaiti dinars. Its improved profits performance was due to increased efficiency at management level, strong foreign-exchange earnings and good returns from its over-

seas operations.

espite many for International Settlements in Basel, Switzer-

> Altogether, the bank holds more than two-fifths of Kuwait's total bank deposits. It is currently expanding its international network by opening a branch in Vietnam, which will specialize in bilateral trade between that country and Kuwait. In December 1992, it opened a new subsidiary, National Bank of Kuwait International, in London to supplement its worldwide network, which iocludes other operations in New York, Paris, Geneva, Beirut, Bahrain and Singa-

In the sector as a whole, the combined assets of the commercial banks and of

> - NBK has opened a branch in Vietnam

three other specialized banks amounted to 8.5 billion Kuwaiti dinars at the end of October 1993, slightly less than the 8.9 billion Kuwaiti dinars reported a year earlier. While holdings of domestic investments. such as Treasury bills, shares and bonds, rose during September-October, and foreign assets staged a 5 percent recovery, rising to 1.5 billion Kuwaiti dinars, the sector has been handicapped by the effects of bad debts, amounting to about \$19 billion, left over from the crash of the Kuwaiti Its capital-to-assets ratio stock market in 1982 and by amounted to just under 15.9 the commercial losses percent, nearly double the resulting from the Iraqi figure set by the "central occupation. However, Gulf bankers' bank," the Bank Bank reported a 22 percent

### The Balance Sheet for Banks

Kuwalt's commercial banks are bouncing back from the effects of the invasion. The threat of capital outflows from the country has receded. (in millions of Kuwoiti dinais)

	. * ***	• • • • • • • • • • • • • • • • • • • •		Percentog	e Variation	
	1991	1992	1993 to March	1991-92	92 Dec. 93 March	
Jotol Assets	8413	8360	8236	-0.6	-1.4	
Foreign Assets	1747	1325	1165	-24.1	-12.0	
Claims on Private Sector	1127	1324	1078	+18,0	-18.7	
Claims on Government	5207	5359	5552	+2.9	+3.5	
Other Assets	297	303	409	+2.0	+34.8	
Total Liabilities	8413	8380	8238	-0.6	-1.4	٠,
Capital & Reserves	786	786	803	-	+2.2	
Shipton Marking Bank of Kongali						

1993 to 18.2 million Kuwaiti dinars, with assets up 7 percent to 1.25 billion Kuwaiti dinars. Burgan Bank is also reported to have achieved a return on assets of 1.39 percent, giving it number-two status among Kuwaiti banks. Deposits rose 30 percent last year over the 1992 figme, while cash and liquid assets rose 9.4 percent.

Government deposits in the banking sector almost halved, from 914 million Kuwaiti dinars at the end of December 1991 to 591.5 million Kuwaiti dinars ot the end of September 1993. This figure could decline further this year as Kuwait begins to feel the full effect of a fall in international oil prices and continues to trim spending to curb its deficit,

On a more positive note, the Central Bank has been cutting the discount rates as it becomes clear that the threat of capital ontflows from the country has receded. The move also reflects the decline in international interest rates and is expected to encourage local depositors to invest their funds in medium- and longer-term outlets rather than leave them in shortterm accounts. By the end of November, the discount rate had fallen to 5.75 per-cent, compared with 7.5 percent a year ago. Permission from the Cen-

rise in income at the end of tral Bank for other Kuwaiti allowing overseas financial financial institutions, including the Bank of Bahrain and Kuwait (BBK), Gulf Bank and Burgan Bank, as well as NBK, to engage in spot and forward foreign-exchange transactions in foreign currencies on their own accounts (as well as for their clients) may also help improve performance in 1994, Banks in Kuwait were forbidden to engage in such activities in 1991 to ensure the stability of the financial system in the immediate aftermath of the Gulf War. "It is good news for the Kuwaiti banks because it adds more flexi-

> Meanwhile, Kuwaiti banks are still being encouraged to merge to help further rationalize the sector following the Iraqi invasion and the losses stemming from the stock market crash. The governor of the Central Bank, Sheikh Salem Abdulaziz Al-Sabah, told a conference in Kuwait in November: "I believe that [the] merger of banking and financial institutions is an urgent necessity as it will achieve the ultimate goal of any commercial activity. [which is to] boost profits."

bility and depth to the mar-

ket," says one economist.

The governor is also on record as favoring a greater role for foreign investors in the banking system. In December, he told reporters in Kuwait that he advocated

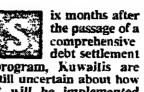
institutions the right to acquire shareholdings in local commercial banks, a measure that would necessitate new legislation to overturn the current ban on such investment in the banking sector. Foreign stakes of up to 40 percent should be permitted, he suggested, to enable Kuwaiti institutions to benefit from overseas institutions' experience in worldwide markets. Also under consideration is up to 49 percent ownership of Kuwaiu banks by Gulf Cooperation Council nationals. This could increase the level of expertise at Kuwaiti banks.

The International Investor, a new Kuwaitbased institution specializing in Islamic banking, is, in contrast to GIB, increasing its focus on Europe. Spe-cializing in private banking for individuals with a net worth of between \$1 million and \$3 million, as well as placements for institutional investors, it has expanded its operations in London and is planning to open an asset-management unit in Switzerland.

The government is looking to liberalize the economy further by reducing its involvement in the domestic economy. Privatization is under active consideration, and real progress in expected in 1994.

Pamela Ann Smith allowed borrowers to repay

# DEBT RESETTLEMENT PROGRAM: BOTH SIDES WAIT AND SEE



debt settlement program, Kuwailis are still uncertain about how it will be implemented and who will have to pay. While the settlement, which was made necessary by the huge insses stemming from the Iraqi occupation of 1990-91, has already helped the country's banking and financial sector to recover, the economy is still in the doldrums pending its cumpletion.

The program covers some \$20 billion in corporate and individual debt accrued during the occupation and as a consequence of the crash of the Kuwaiti stock market the Suq al-Manakh - in 1982. In late 1992, the Central Bank arranged to buy almost all the debt from the country's commercial hanks and other financial institutions in return for 20year bonds provided by the government. Since then, however, the country's new parliament has taken on the task of deciding the terms of repayment.

Under the legislation passed by parliamentarians at the end of August, the country's 9,546 corporate and individual borrowers were given six months to choose one of two options for repayment. The first called for repayments to be made within two years in return for scaled reductions in the amount owed.

The smallest debtors, for example, owing less than 50.000 Kuwaiti dinars (\$168,000) would be required to pay back only 25 percent; those owing more than 500,000 Kuwaiti dinars, however, are to be assessed for 45 percent of the sums due. Those owing amounts between these two levels would have to pay between 30 percent and 40 percent of their outstanding debts. The second option

ix months after their debts over a period of 8,420 debtors, representing the passage of a no to 12 years, but no about 88 percent, account reductions would be

> Completion of the repayment program, it was argued, would allow the economy to recover insofar as debtors would then know their financial positions and be able to invest and consume. Since the government could also then start to redeem its bonds held with the banks, commercial bank assets could be freed and placed in instruments offering more advantageous interest rates than those currently on offer for the bonds.

Since the bill's passage and ratification by the Emir in early September, little progress has been made. In particular, debtors have almost totally failed to produce the financial state-

> 12% of debtors account for 92%

> > of debt

ments that many parliamentarians consider a necessary first stage. Many of the debtors, in turn, are waiting to see exactly what will be demanded of them before submitting such statements.

A more intractable problem, however, surrounds the issue of whether some debtors should be given favorable treatment at the expense of others. Of the 9,546 involved, just 12 percent. or 1,126, account for 92 percent of the \$20 billion due. They are widely believed to include some of the country's wealthiest citizens, many of whom have large assets abroad, as well as members of the ruling

family. The remaining

for only 8 percent of the

toral. While many parliamentarians say that the scaled reductions for the smaller debtors are fair and that the elimination of their debts from the overall amount due would free up the system and make the larger repayments more manageable - and less costly in bureaucratic terms to collect ~ some Kuwaitis think that all debtors should be treated equally.

"I would rather have the same treatment for all," commented the Central Bank governor, Sheikh Salem Abdelaziz Al-Sabah. last May.

The governor has also rejected suggestions from some parliamentarians that those debtors failing to provide financial statements should be named publicly. To do so. Sheikh Salem pointed out, would be to violate laws governing banking confidentiality, a move, he added, that would be particularly unenlightened given that many other countries were tightening up such regulations.

Others argue that the issue of repayments is a highly political one and that some parliamentarians are seeking to gain the support of their constituents at a time when many are unhappy with tales of past corruption in Kuwait's overseas investments and with the lack of economic opportunities at home. They point out, too, that some debts held outside the banks, such as consumer car loans incurred before the Iraqi invasion, are not covered by

Still others, including many bankers and businesspeople, wonder whether the government will offer assurances that the larger and more influential debtors will receive the same scrutiny as those who owe less.



### Union Carbide and Petrochemical Industries Co. pian joint venture

Union Carbide and Petrochemical Industries Co., KSC are working together toward the creation of a world-scale petrochemical complex, slated for completion in 1997. The joint venture will combine the abundance of Kuwaiti feedstock with Union Carbide's state-of-the-art technology and worldwide market position in chemical and plastics raw materials. This important new facility will aid in the diversification of the Kuwaiti economy and create major new employment opportunities during construction and operation, as well as in other industries downstream, fueling growth throughout the country into the next century.

UNION CARBIDE CORPORATION

PETROCHEMICAL INDUSTRIES CO. K.S.C.



# THE INTERNATIONAL INVESTOR ISLAMIC FINANCIAL SERVICES

# Your link to the Islamic financial capital markets

The International Investor is a focused financial institution which can link you to strategic opportunities in the Islamic capital markets utilizing amongst others:

- Asset Based Finance
- Off Balance Sheet Finance
- **Equity Funding**
- Participative Finance
- Project Finance

### Kuwait

The International Investor Islamic Financial Services PO Box 29233 Safat 13153 Kuwait Telephone (965) 2437070 Fax (965) 2406649 Telex 31134 INVESTR KT

### London

The International Investor Advisory Group Limited Islamic Financial Services 103 Mount Street London W1Y 5HE Telephone (44) 71 495 4707 Fax (44) 71 499 1992

### ADVERTISING SECTION

### Women in the Kuwaiti Work Force

While women make up one-third of the total Kuwalli work force, they represent only one-fifth of Kuwaiti workers in the private sector. Where nine workers out of 10 are expanded es.

Sector		Male		Female ::	Total I	animatri	Total
	٠		• • • • •			Force	Work Force
Public		89,537		42.010	131.	547	207,688
Private		7,324		1.375	75.48.	699	399,920
Total		96.861		43,385	140.	246	607,608

Public health

revenues

amount

to 1 percent

of costs

# HEALTH SERVICES STRIVE FOR GREATER EFFICIENCY

uwait's health service problems, not surprisingly, now reflect those of the developed rather than the developing world. Finance and efficiency, rather than the hasic level of health care, are

now in question. Constraints on the emirate's finances make it almost certain that health care will be reformed in the near future. At present, health and education are provided free in Kuwaii to all the emirate's citizens and registered residents. Although the provision of these services has come in

for criticism, it seems unlikely that the government will move rapidly to wholesale privatization of health care services.

Officially, the health service is currently "in a stage of assessment and review. The Ministry of Health is hoping to improve medical efficiency, reduce costs and decrease dependence on foreign medical personnel. In recent months, however, officials have stressed that any moves either to intro-

duce charges for basic services or to privatize elements of Kuwaiti health care will be accompanied by the introduction of a comprehensive health insurance program.

Last September, Public Health Minister Abdul Wahab Suleyman Al-Fawzan was quoted as saying a proposal to impose nominal health care charges on both Kuwaitis and non-Kuwaitis would be presented in the near future to the National Assembly. At present, public health revenues amount to barely 1 percent of costs.

Such ideas have come in for criticism in the National Assembly. A period of reflec-tion is therefore expected before any firm

proposals are put forward. There may, however, be some faster action on private-sector involvement. Finance Ministry officials have raised the possibility of putting hospital management contracts out to tender. This would be an alternative to the outright sale of hospitals to the private sector, but would leave open the option of a sell-off.

The principle of tendered management is thought particularly suitable for small clinics, although in the meantime the publichealth ministry has continued its own publicly funded programs.

In November, it announced it had received final design plans for a new \$15 million dental complex, to contain no less than 132 specialized clinics, next to the Amiri Hospital.

The reform debate is taking place against a background that is radically different from that of only a decade or two ago. The

country enjoys a high standard of living that is reflected in a balanced diet which, in preinvasion days, averaged out at more than 3,100 calories per person per day - as good an average as in Britain or the Nordic countries. Between 1970 and 1988. average life expectancy rose steadily from 66 years to 74 years, one of the longest in the world. Although the data is still coming in, there is no reason to doubt that such levels are being maintained in postinvasion Kuwait.

The Iragi occupation was accompanied hy the looting of much of the advanced medical equipment in the country's hospitals and clinics, many of which were built during a sustained period of health service expansion between 1975 and 1985 as the Kuwaiti government used its oil revenues for extensive health investment. Thus one of the first projects that Kuwait had to undertake following its liberation was the cleaning and sanitizing of its medical facil-ities. Within a year of liberation, about 90 percent of the country's clinics, hospitals and health centers were again operational.

An early priority was the reopening of the medical test center where incoming workers are tested for infectious diseases such as AIDS, malaria and tuberculosis. Immigrant workers - defined as laborers coming for more than three months, not transient business visitors - are compulsorily tested, and those found to have AIDS or tuberculosis are routinely deported.

### WOMEN GAIN VISIBILITY, BUT NOT YET THE VOTE As an ambitious academ- pearls and went away, it he women of

Knwait have carved out a niche for themselves in the history of the Gulf. They have achieved success and recognition across a wide spectrum, from the academic and business worlds to diplomacy and public service. There are women in the police force, and a few have just joined the army. According to Hamad

Munawar, assistant undersecretary at the Ministry of Planning, Kuwaiti women make up one-third of the total Kuwaiti work force. Many have reached the top in their chosen careers; several have received international recognition - but omen do not have the

Kuwait now has a woman ambassador

right to vote. A fierce public debate has developed recently over this issue, intensified by the National Assembly's decision to increase the franchise by naturalized including Kuwaitis in the next elec-

When Iraqi troops first occupied Kuwait in 1990, it was women who started the resistance movements. Women produced, printed and distributed pamphlets and generally harassed the occupying forces; they secretly helped to look after hundreds of foreigners trapped in their homes. Some women, like Asrar Al-Qabandi, 32, paid for their heroism with their lives and were brutally tortured and shot,

Kuwait now has its first woman ambassador as well as its first female university rector - the only such post to be held by a woman in the Gulf. Professor Rasha Al-Sabah, a leading exponent of women's rights, was last year appointed undersecretary at the Ministry of Higher Education. Siham Rezooki has been made deputy chairman and managing director of the Kuwait Petroleum Company, and Fatima Hussein is the only woman editor of a Kuwaiti daily newspaper. Last December, Nabila Al-Mulla was appointed nonresident John Roberts ambassador to Zimbabwe

after serving for more than 10 years as a member of Kuwait's permanent mis-Fayzah Al-Kharafi, who was chosen "Woman of the Year 1993" by the Saudi magazine Al-Majallah, was appointed rector of Kuwait University last year.

Another woman to be internationally honored is Sara Akhar, a petroleum engineer working for Kuwait Oil Company. She helped put out the blazing oil wells after the liberation of Kuwait in February 1991 and received a United Nations award at the International Environment Day festival in Beijing. Professor Rasha, who

was also named "Woman of the Year 1993" hy the British publishers of the "International Women's Who's Who," has been a prime mover in the recognition of women, and she is particularly angry about disenfranchisement. When you think that some of us are descended from families that have lived here for several generations, it is ridiculous that we can't have the vote when they give it to naturalized citizens. It really hurts," says Professor Rasha, the great-grand-daughter of Mubarrak Al Kabir, known as Mubarrak the Great, the seventh ruler of Kuwait between 1915 and 1917. She was vice rector of communications and information at the University of Kuwait from 1985 until late 1991, when she

ic, she had felt discriminated against by the university at home, who tried to supsion to the United Nations. administration in the 1980s - because she was a

woman, although she does not like to dwell on this aspect, and because of ber family's association with the ruling house of Kuwait. "In some ways my name has been my biggest handicap," she once told an inter-

Nevertheless, her persistence in the cause of femi-



Professor Rasha Al-Sabah a leading voice in women's

nism has shone like a beacon for others in Kuwait. You have to remember that in Kuwait women have always run the show, even in the days before oil. When the men were trading in

was the women who stayed plement the family income and, in fact, controlled the purse strings," she says.
"As individuals, they had

always had a role to play." The first schools attended by girls opened in 1937, but it was not until the 1950s that the first Kuwaiti women went out and sought employment. Now we are everywhere, not only throughout the civil service but in the private sector as well," she says. "We are not like the women in other

> and we go abroad on our own. If the women of this country stopped working, the government would come to a stop. There are women all over the place, and not just in high places." Asked why women are succeeding as professionals, she explains that unlike men, women are not sidetracked during their school-

Arab and Gulf states. We

drive cars, we travel alone

ing and higher education. "If you are a young man aged 16 or 17, you can have a car, you go out and about and you can meet with your cronies. Girls don't do that here. They are dedicated to their schooling and studies. They don't follow these kinds of distractions." In ber fight for greater

political rights, she points out that the Emir and the Crown Prince had both given signals about the "enhancement of the role of women and a desire to give this country." them fuller participation in ...

public life." She adds that the Emir had positively affirmed the extension of voting rights to women, but since the matter was first raised in the National Assembly in 1971, it has been repeatedly referred back for further discussion.

"We are sure," says Professor Rasha, "that it is the wish of the government to grant full political rights, but it is continuously being blocked by parliament."

Not everyone is in favor of giving the vote to women. Even some women. women themselves don't want the vote," says Professor Rasha. A recent survey on women's suffrage at the University of Kuwait revealed that 58 percent said "No" to granting women political rights, with only 24 percent responding

"Perhaps as many as 70 percent of women are in fact against the vote, admits Professor Rasha. One reason, which is being discussed fairly openly, is the spread of Islamic fundamentalism, whose proponents are finding more sympathy among the female population.

As one observer explains: While women may not get the vote in the immediate future, there is the risk that when they do, we might end up with a substantial number of Islamic delegates in the National Assembly, which could lead to significant changes in the future of

# GROWING SUPPORT FOR POW EFFORTS

here has been nn slackening in Kuwait's dipiomatic and other efforts to force Iraq to return more than 600 missing persons and prisoners of war taken during the invasion and occupation of Knwait. Support for Kuwait's demands has

Missing persons and POWs number over 600

Parliament, the allied powers who took part in the Gulf War and many other countries. U.S. President Bill Clinton has recently taken a direct interest, and the Pope has also been approached.

Dr. Ibrahim M. Al-Shaheen, of the National Committee for Missing Persons and Prisoner of War Affairs (NCMPA), one of the main coordinating bodies seeking information about the missing persons, says Kuwait has handed files and documentation over to the International Red Cross, which has passed them on to the government of Iraq - with-

out result. The traqis refuse to give any indication, or answer any questions about missing persons. Everything is one-sided." says Dr. Shaheen. The number of missing persons and POWs is now put at 625 Kuwaius, plus eight persons from Saudi Arabia and a small number of other Arah and non-Arab nationals who were caught up in the conflict.

The European Parliament has written to Kuwait romising support and con-firming Its resolution demanding Iraq to release all people arrested during the occupation without delay. It also points to Amnesty International's recent report, which has identified 140 persons, 129 of whom are Kuwaitis, whose fate is unknown since they were arrested by

Kuwait has continued to maintain pressure on Iraq, with almost universal support. The Arab League recently sent a special envoy to Baghdad, King Hassan of Morocco has intervened and the president of the Non-Aligned Nations has promised to help, as been coming from the have other leaders and

> In January, Sheikh Salem Al-Sabah, a former deputy prime minister and foreign minister who heads the NCMPA, became the first senior Kuwaiti official to meet Pope John Paul II since bilateral relations were established with the Vatican, Afterward, the Vatican pledged to do its utmost to secure the release of the detained Kuwaitis and to continue to demand Iraq's compliance with UN resolutions.

Earlier this month, fol-

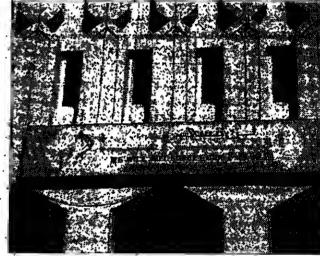
lowing a visit by an Arab League delegate to Bagh-dad, a report by the league's secretary-general, Esmat AbdelMeguid, was sent to Duaij Al-Aniz, director-general of NCMPA, who said after a preliminary study that Iraqi officials had indicated "a hope toward solving the POW and missing persons issue." Now and then, local newspapers in Kuwait report alleged sightings of Kuwaitis in Iraqi prisons. In one of the most recent, an escaped Iraqi claimed be had seen. five Kuwaitis, including a 12-year-old boy, in Al-Fachic prison Last October, three Swedish communications engineers released

from detention in Iraq also

said they had seen and spo- tions laid down were that ken with a number of Kuwaitis among 750 inmates in the Basra prisoner-of-war compound wherethey had been held:

Such reports inevitably raise the hopes of the Kuwaitis. We simply have to keep up the pressure, we allowed."

we had to inform them which prisons we wanted to inspect, only one visit was allowed and our representative had to be accompanied by an Iraqi official. No meetings with prisoners on their own would be



It is a common misconception that the POWs were returned by Iraq after the end of the war.

cannot let go," says Dr. Shaheen. He finds it surprising that there are still many countries unaware of the situation regarding the

missing persons. He explains: There is a common misconception that all POWs were returned to us by Iraq after the cease-fire, and we have had to explain to many peo-ple that this was not the

At one point last year, it seemed as if fraq's position might have changed slightly. Tari Aziz, Saddam Hussein's deputy prime minis-ter, had told the United Nations that Kuwait could inspect Iraqi prisons provided they ahided by certain conditions. These were, of course, totally impractical and quite ridiculous," says Dr. Shaheen. "The condi-

Each time the question. about missing persons is posed to Iraq's Saddam Hussein, the answer, if there is one, is always the same: There are no Kuwaitis in

my prisons."

There is, of course, a more sinister aspect of this repeated reply, which goes back to one of the reasons for the original invasion of Kuwait Iraq has always maintained that Kuwait is historically part of Iraq. After the invasion, Kuwait was proclaimed the 19th province of Iraq, and Saddam Hussein still holds this view. Therefore, when he says there are no Kuwaitis in his prisons, it is because he regards them as having come from the 19th province, and thus they are province, and unconnot Kuwaitis but Iraqis.

M.F.

### KREIC was established in 1975. Since then its investment activities have witnessed continuous expansion, development and diversification,

from North America to the Far East, with special emphasis on North Africa.

A KUWAIT INVESTMENT COMPANY

**An International Perspective** 

### **HEAD OFFICE**

P.O. Box : 23411 Safat, 13095 Kuwait : (00965) 2448260/9 : 22849/22620 CONSORT Tlx : (00965)-2434454/2434440

### **EGYPT**

46 Bahjat Ali Street, Zamalek, P.O. Box: 102 Zamalek, Cairo, Egypt : (00202)-3404509/4-3405945 : 92348 CONSORTIUM

: (00202)-3405845 Fax

Boulevard Ouled Haffouz, Complexe El-Mechtel, Tunis. : (002161)-781858 (10 lines)

: 13363-13721-14698 Tlx : (002161)-780718

### **MOROCCO**

46. Rue L'Armee Royale. Casablanca, Maroc.

: (002122)-313185-313186 : 24627 M : (002122)-311937 Fax

### **INVESTMENT SECTORS**

Hotels & Tourism Real Estate Finance & Banking Industrial Agriculture & Livestock Health

Portfolio Management

Petroleum

### FINANCIAL DATA 1992-1993 (KD millions)

Capital KD10 KD30 Total Assets Shareholders' Funds **KD13** Net Profit **KD3.6** 

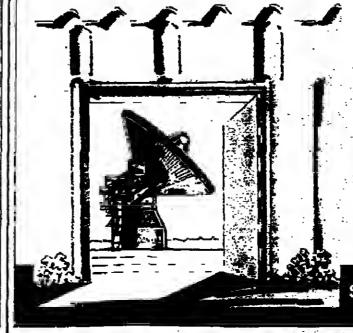
### GEOGRAPHIC SPREAD OF KREIC'S INVESTMENTS

Kuwait • Egypt • Tunisia • Morocco • Yemen • Jordan • Syria • Oman • UAE • Saudi Arabia • Lebanon • Bahrain • Singapore • Mauritania • Sudan • Pakistan • Germany • India • Malaysia



Kuwait Real Estate Investment Consortium

# We have the Expertise, the Tradition & the Capability.



That is what a foreign investor needs when he thinks of investing in Kuwait Stock Market

Securities Group is a market maker and a portfolio manager: have captured 14% of the total market volume in 1993 and considered as one of the leading companies in the field.

P.O. Box 26953 Safat 13130 Kuwait Tel: (00965) 2461200/8 Tb:: 46346 KT Fax: 2457296

Securities Group



ASSISTANTAR

Demarcation of the International Boundary Between the Republic of Iraq and the State of Kuwait

AL HARALIAN

KUWAIT

KRA AL MARU

AS SADDAH

HALLMAR

AR PAUCHATAIN

PAUSHAT KERAM

יב שולבה לבוג

ואומליני בשוו בנו וכבע

Gener to a 1 mixture surface:

Abrag Khaita

AS SKHAZEVAT

IRAN

ADVERTISING SECTION

Jas Al Cayes

# BORDER QUESTION REMAINS DELICATE, DESPITE UN STUDY

he war to liberate Kuwait gave common currency to a word that was previously scarcely used outside the confines of the engineering and construction industries: berms. These were the giant sand barriers constructed by the Iragis to deter the allies. Now, their fortunes reversed, it is the Kuwaitis who are using the term.
Along some 200 kilometers (125 miles) of previ-

ously open frontier with Iraq. Kuwait is digging out a trench three meters deep and five meters wide - and is using the excavated sand to build a five-meter berm along the border.

The work was begun last June, financed in part by voluntary donations. On various occasions, particu-

A STATE OF THE LEGISLAND SECTION OF THE STATE OF THE STAT

### Iragi civilians have protested the trench

larly in November, work was disrupted as hundreds of traci civilians crossed into Kuwait to protest against the trench, which is being used as a backstop to the new international frontier decided and demarcatled by a special UN com-

The frontier is controversial for several reasons. First, it represents a border that Iraq apparently does not believe should exist at all. It is not yet clear that Baghdad has totally abandoned its claims to Kuwait; certainly the Kuwaiti authorities believe that Iraq cannot be trusted to abide by UN Security Council resolutions, which set out acceptance of Kuwait's existence as a

sovereign state. Second, there is the question of where the boundary should lie. At present, this. is the most volatile issue, and it remains a potential trigger for renewed conflict. - new frontier-line, were also In colonial times, when Iraq was a British mandate and London exercised consider- however, has not recog-able power in both coun-nized or participated in the tries, exchanges of notes in workings of what was sup-1923 and 1932 secured traqi acceptance in principle of the delimitation of its border-with Kuwait. Moreover, as the foremost acadthat - mandated Iraq had been unfairly pressurized by Britain into concluding these agreements in an era preceding the admission of the Hashimite Kingdom into the League of Nations as an independent state in October 1932, appeared to lose their force in October 1963, when Republican Iraq not only recognized Kuwait as an independent state, but reaffirmed the boundary delineation of

The actual line of the frontier had yet to be demarcated, however, and matters were complicated by the fact that the line generally used by Iraqi and Kuwaiti border patrols as the de facto frontier actually lay around 350 meters south of the line agreed upon in 1932: Normally, this might have appeared of little consequence. In one sector, however, it was extremely significant. The Iraci port of Umm Qasr, the country's principal outlet to the Gulf, stretched right up to the undernancated fron-ner and, in the 1960s and 70s, extended up to the

patrolled line.
As Umm Qasr developed, Iraq pushed the border issue in several ways. In 1969, on the pretext that a common defense against Iran was required, Iraqi forces advanced a few miles into Kuwaiti territory south of Umm Qasr. They did not withdraw. Iraq also began pressing its claims to the islands of Warbah and Bubiyan, which would ensure that Iraq would then have control over the Khor Bubiyan, a relatively deep channel between Umm Qasr and the Gulf, which would be more useful for Iraqi shipping than the Khor Shatanah channel to the north of Warbah, which lraq had to share with

Then, on March 20, 1973, Iraq anacked a Kuwaiti border police post, killing two Kuwaiti frontier guards. After this incident, Kuwait began to take the Iraqi border issue seriously. Although diplomatic pressure from friendly Arab states beloed secure Iraq's withdrawal from the post in April, other Iraqi forces remained in position well south of Umm Qasr. This

essentially unpopulated, were patrolled by naval craft and a giant bridge was constructed to link the larger island, Bubiyan, to the mainland. On various occasions, Iraq restated its claim to the islands, and in May 1990 began hinting that it regarded the issue as one needing early resolution.

but Iraq's attitude toward the issue was shown by its

would set up a commission to determine the precise line of the frontier agreed upon in 1932 and 1963. It was the decisions of this UN Border Commission that led to the latest border controversy.

The commission, with access to both Ottoman Turkish documentation and state-of-the-art satellite photography, determined that the true border line lay 570 meters north of the previously presumed border. Kuwaiti territory thus embraced considerable areas of Umm Qasr, includ-

mg part of the naval base. The Umm Qasr ruling has required the evacuation of Iraqis situated on the Kuwaiti side of the border. This was carried out in December 1993, with cooperation from local Iraqi officials. At the same time, Iraqi farmers at Abdali. another outpost south of the

posed to be a border commission in which both

The Kuwaitis remain well aware of the border's deli-. emic authority on the borcate status. In January, the der dispute, Richard government announced Schöffeld of London Uni-plans to set up border towns versity's School of Oriental and "vital projects" in order and African Studies, has to establish "a strategic pointed out "Arguments presence in this important region

uneasy status quo was maintained until 1990.

Warbah and Bubiyan,

Knwait stood its ground,

invasion on Aug. 2.
After liberation, the UN
Security Council took the
unusual est per of deciding it

The Iraqi government,

nations were represented. .

preliminary sell-off was mainly in the form of a which might not be so good drawdown on its reserves for the future," says Mr. and assets held by the Fund

SAUDI AHABIA

A reprint of the original UN map published by the Center for Research and Studies on Kuneat in June 1993.

Aestel photography by the National Land Survey of Sw

Continued from page 17

Survey, briotogramstry, and map production by the Department of Survey and Land Information of New Zestand and the Rotional Land Survey of Sweden. Cartography by the Department of Survey and Land Information of New Zealand. Cartographic overview by the Cartographic Section of the United Nations Secretand.

AL SETYAKAK

Nevertheless, with the government's privatization percent of all revenues go to the fund) and the KIA. In 1986, the government, program under way, the in its one and only stateneed to become highly effiment about its reserves, said cient and to ensure that that the fund for Future businesses make a profit could change attitudes in a Generations totaled \$53 billion and that the general very short time. In a report to the government last autumn, the lion. Economists suggested World Bank came out with that the immediate prewar estimate of total reserves a dramatic economic report was more than \$129 billion. on the future of Kuwait,

Today, it is thought to be less than \$49 billion. The local headlines proclaimed in letters several inches high that the govern-ment should "Sell Every-The principle of privatization has already been thing." Kuwait had already approved by the National been selling some of the family silver in order to Assembly, and the first state entity to go private will be pay the costs of the Gulf War, which amounted to more than \$70 billion. This telecommunications. The final proposal is expected to that the new company will be formed by early 1995.

Boundary ports (sale)

for Future Generations (10

the first countries in the world to have our borders guaranteed by such a consensus of nations - the United States, the United comments

Source: United Nations, 1993

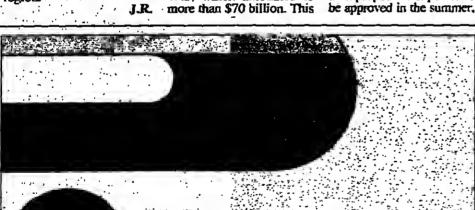
For a list of boundary coordinates see section XIII of

the report on the demarcation of the international boundary between the Republic of Iraq and the State of Kuwait by the United Nations Traq-Kuwait

Iraq-Kuwat Boundary Demandation Commission marping. Series 2: Demandation of the Iraq-Kuwaii boundary,1.250,000 Map number 3754 (b)

Michael Frenchman







business and care fer your ventures. Better finure always begins with us

For all your project financing, trade financing and merchantbanking needs, there is one bank in the State of Kuwait you can depend on: Burgan Bank. With dedicated professionals. we understand your

Burgan Bank Some of Kerwaii Tel: 2439800 (20 lines) Feb. 88: 2461148 EANE BURGAN BANK This General 2700, 22730 BURGANBANK KT Deding Room Customer Service 12 223500 Peter Tel: 23152 Marketing Department Tel. 2417528

Burgan Banki Working for a better future

# BATTLE PROVEN.

### On the third anniversary of Desert Storm, Patriot still stands guard.

Three years ago Operation Desert Storm gave our country its lair share of heroes. And Ravtheon satutes those brave men and women.

Another hero is still standing guard for our allies in the Middle East. Patriot. Saudi Arabia, Kuwait and Israel have chosen Patriot as their ballistic missile defense system for a good reason. They know it works.

in both Saudi Arabia and Israel, Patriot successfully performed its military mission by protecting critical military assets - air bases, ports, supply centers and defense military headquarters. Patriot also saved countless lives and defended civilian power plants while minimizing damage to civilian dwellings. Real-world protection from real-world !hreats.

Now, three years later. Patriot is still the world's only proven tactical ballistic missile defense system. To simultaneously counter not just tactical ballistic missiles, but cruise missiles and aircraft as well. In fact, it's the world's only system that can defeat all three types of threats.

And as the threat has evolved, so has Patriot. Today's Patriot is upgraded well beyond its Desert Storm capabilities. With continued support by the U.S. Army, our Quick Response Program (QRP) extends Patriot's rader detection range to increase its area of protection against both low flying cruise missiles and high flying ballistic missiles. And the Guidance Enhanced Missile (GEM) upgrades, now in production, complement ORP by increasing system lethality over a larger area of coverage.

Today, in a world where regional tensions abound, it's vital to have a strong national defense. And that's why our customers chose Palnol. They know it works.

### Raytheon

WE THRIVE ON CHALLENGES

### **ADVERTISING SECTION**



In some districts, more girls than boys are enrolled in kindergarten.

# THE ABCs OF EDUCATION

ducation has made massive strides in Kuwait as the emirate has taken advan-tage of its oil wealth to invest heavily in all levels of schooling. There is some concern, however, that the educational system, while contributing hugely to the rise of a new and broadly based middle class, is not necessarily training Kuwaitis for a future of increased self-sufficiency.

In 1946-47, when the emirate was still under British protection, there were just 2,160 students, and the budget for education was a mere 83.800 Kuwaiti dinars then worth around \$350,000. In 1993, with school enrollment topping 250,000, the education budget was set at 340 million Kuwaiti dinars (\$1.17 billion).

Independence in 1961 saw a renewed commitment to education, so that by 1965. Kuwait had secured the remarkable achievement of having a primary school enrollment of 116 percent. This improbable figure was accounted for by the fact that in order to catch up with the backlog, a substantial proportion of primary school pupils were either younger or older than usual primary school age.

The backlog in education persisted right up to the Iraqi invasion, although the provision of free education helped to whittle it down. By 1975, although schooling was compulsory between the ages of six and 14, it was estimated that the true proportion of primary-age children, those aged six to 11, who were actually attending school was just 68 percent. On the eve of the invasion, however, this proportion was up to 80 percent. There remained a small but significant imbalance: the enrollment of girls at both primary and secondary levels seemed to be around 10 percent lower than that of boys, resulting in higher illiteracy rates for women.

There are some signs that this imbalance is now coming to an end. Increasing efforts were made in the 1980s to promote kindergarten education. This, too, is provided free to four-to-six-yearolds and here, at least, the number of girls attending school was almost the same as the number of boys. In some districts there was a higher female atten-

The quality of education improved steadily during the 1970s and 80s. While the number of pupils attending school rose steadily, class sizes fell dramatically. By 1987, Kuwait's primary schools employed one teacher for every 12 pupils, whereas in almost all the industrialized nations, the ratio is between 20 and 30 pupils per teacher.

Higher education developed along lines common to most of the Gulf states. The University of Kuwait was established in 1966 and was modeled essentially on Egyptian lines. Indeed, its Egyptian staff began by introducing courses in such subjects as cotton growing and railroad transportation, which were not particularly appropriate in a trainless, desert state.

The Kuwaitis rectified this, not the least through the introduction of oilrelated courses. A persistent criticism from both Kuwaiti academics and private-sector personnel is that the country's extensive higher educational system is insufficiently oriented toward producing the skills and expertise Kuwait requires in order to shed its dependence on imported technicians and technocrats.

The government sought to remedy this in 1982 through the creation of the Public Authority for Applied Education and Training. Criticisms concerning the skills gap have been even more pronounced since liberation.

John Roberts

# ENVIRONMENT: THE POSTWAR CLEANUP GOES ON

of environmental damage to Kuwait and its neighbors, resulting from Iraq's decision to blow up Kuwaiti oil wells and discharge crude directly into the Gulf almost three

years ago, is still continuing. So is rehabilitation. Iraq dispersed around 4 to 8 million tons of crude oil

No agreement on extent of damage

into the Gulf, while oil burning from torched oil wells or spilling out from opened valves caused damage on land and in the atmosphere. Ground damage may not be cleared up until the end of the century.

The argument concerning the extent of the damage began shortly after liberation as various scientists reported very different findings. A Greenpeace scientific team wrote in a 1992 report that the conflict "has resulted in an unprecedented disaster for the region. which has been left with a serious impact on the sea. land and atmosphere that will take years to heal."

and marine animals were destroyed. Gulf coastlines in some cases consisted of sediment with up to 7 percent concentrations of oil. Fish catches were down, and the fish themselves were underweight. There was a prospect of increased rates of cancer and birth defects arising from prolonged exposure 10 air and water pollulants, said Greenpeace.

Feeding areas for birds

The report took various sands of tons. Some of this

governments to task for fail- oil, once collected, can be able tidal action, this constiing to take the matter seri- recovered through pumping ously enough to instigate and filtering, dewatered cleaning operations on land and on sea.

On the other hand, a group of environmentalists from the Marine Environment Laboratory of the International Atomic Energy Agency in Vienna flew over the Kuwaiti coast to observe offshore oil slicks. The team reported in June 1991 that "except for some localized oil patches which came ashore, the beaches appeared from the air to be relatively clean." Moreover, analysis of the situation on Qarah Island showed that although some tarballs

The oil pollution took four different forms: in the air, on the ground, on the coasts and at sea. In the air, the smoke initially caused a 10 degree Celsius drop in average temperatures as it blotted out the sun. There were fears that the cumulative air pollution had the power to prevent the monsoon from breaking over the Indian subcontinent. The darkness gradually dissipated, leaving behind a legacy of asthma - and possibly more serious medical con-

could be detected on the

beach, concentrations were

no higher than in prewar

On land, it was quickly demonstrated that giant earth movers could scrape oil off the surface into trenches. But progress is slow, with existing systems able to cope with only 20 tons of crude per hour, while the volumes of crude spilled out onto the desert ran into hundreds of thou-

ditions as well.

through use of demulsifiers and then put to commercial

Indeed, Kuwait was even exporting such crude in 1993. Still, the government's project to ensure a complete cleanup is likely to take some years to complete, and in the meantime there is concern that in some places oil has seeped into Kuwaii's aquifers.

On the coast, after oil slicks came ashore, the Kuwaitis were promptly advised that oil-contaminated beach material could be

tutes a self-cleaning process. On Kuwait's northern islands, it would appear that a deliberate decision was taken - in accordance with standard practice - to leave oil pollution in place until it is naturally processed. The reasoning behind this is that damage from cleaning and deter-

original oil pollution. At sea, oil both evaporates and disperses before it reaches the coast, making coastal cleanups much east-

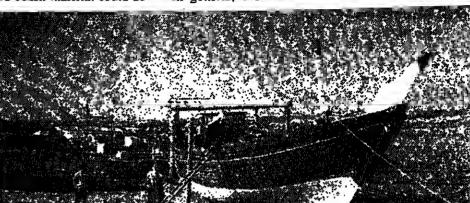
gents would be greater than

the damage inflicted by the

In general, the attitude

tion are finally cleared up. The Kuwaitis are concerned that it be cleaned up, in some cases through cooperation between the public and the private sectors, with local companies encouraged to find ways to develop the country's coastline for both industrial and leisure purposes.

Much of the local research work to date has been carried out by the government-funded Kuwait Institute for Scientific Research, which last August concluded a threeyear cooperation study with Japan's Shimuzu Corporation to study ways of reha-



Kuwait sustained proportionally less coastal pollution than some of its neighbors.

used in landfills, or disposed of alongside domestic refuse. In general, however, Kuwait appears to have sustained proportionally less coastal damage than its neighbors. This was, of course, largely due to the prevailing Gulf currents' taking much of the Iraqi discharge south. toward the northern shores

of Saudi Arabia and the coasts of Bahrain and Qatar. Where there is consideramong environmentalists was that the Kuwaiti response to the environmental problem was insufficient to meet the scale of the disaster. There was also recognition that, of necessily, the Kuwaitis had to be selective in their cleanup operations.

These operations are still going on, and it may not be until the waning years of the decade that the last there are signs of recovery. physical vestiges of pollu-

bilitating areas polluted by oil spills. The work comprises an extensive field survey, to be followed by a pilot scheme to see how a polluted area can be rehabilitated, After that, the goal is to draw up a comprehensive program for rehabilitating the remaining areas covered by oil spills. This process will be aided by nature. All over Kuwait,

# Major Defense-Driven Offset Projects Planned

ven offset projects are likely to bring \$500 million of investments in general projects, according to the Ministry of Finance, Involved are three U.S. companies - General Dynamics Corp., Raytheon and GM Hughes Electronics - as well as Aerospatiale of France

and GKN of Britain. Just over a year ago. Hughes was awarded a \$92 million contract to supply an air-defense and early-warning system. GKN is supplying about 200 Desert Warrior armored Hughes International Service Co.. vehicles. Aerospatiale is to provide a missile-testing and support system following an agreement made set up a \$27 million joint venture, last month. It has signed a \$5.13 Gulf Industrial Technology. "We

uman rights in

Kuwait means

many things:

the continuing

saga of up to 2,000 Kuwaitis who have disap-

peared in Iraq as well as

the provision of increased political and social rights for various sections of the

emirate's population. notably its women and the

bedoun, an indigenous but

Although women, foreign

residents and other non-vot-

ers or non-citizens were all

involved in the resistance

during the Iraqi occupation.

Kuwait has continued to

whether first- or second-

stateless community.

ive major defense-dri- million offset agreement for medical technology and services.

An offset strategy was first mooted in 1991 by the Kuwait International Investment Co. and approved by the National Assembly in July 1992. Under the terms of the offset program, a minimum of 30 percent of the total contract value must be invested in Kuwait if the contract exceeds \$3.3 million. The investment can also take place in other

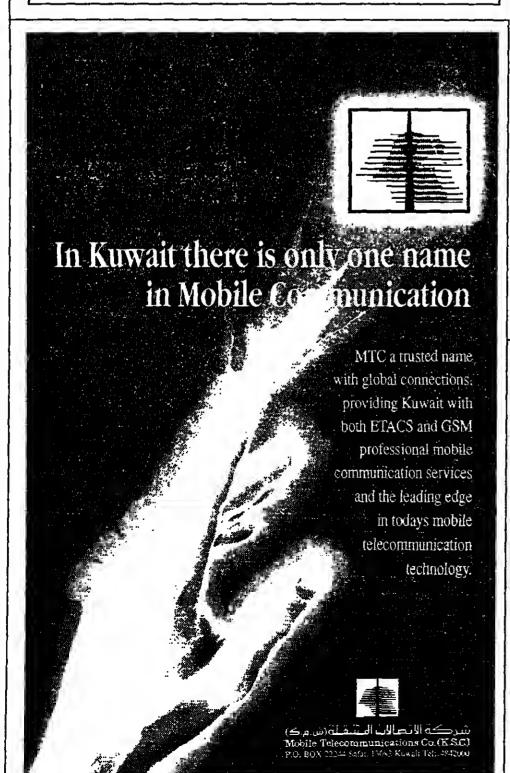
visited Kuwait last December, he announced that the company would are chasing business for the new entity in four areas - training, maintenance, logistics management and technical assistance and services," he told the Arab Times.

Hughes, which already has offset agreements in Saudi Arabia and Egypt, was the first foreign defense supplier to launch an offset venture, whose potential clients include Kuwait's defense, electricity and communications ministries. "But we will also go wherever there is three and a half years time. He will technology embedded in systems -in private industry, with exporters and in the region as a whole. We would hope to achieve some synergy with other Hughes offset activity in the region," added Mr. Pezas. Another major U.S. defense sup-

plier, Raytheon Co., which has sold 210 Patriot missiles and five firing units to Kuwait, has signed a memorandum of agreement for a \$98.2 million offset proposal.

Thomas Peterson, Raytheon's Patriot program international development manager, says the company plans to help design and construct an energy-related plant that will be worth many times more than its original offset contribution in not identify the proposed project. "Obviously, we are looking at areas where we can take what Kuwait is known for - its energy - and use it for value-added projects, not just for crude-resource production.

# CITIZENSHIP RIGHTS ISSUES UNDER DISCUSSION





Expansion of the franchise was rejected during 1992.

restrict both citizenship and voting rights. Citizenship. ahroad. At present, 1.4 million people are actually liv-ing in Kuwaii. The elecclass, is still confined to around 800,000 people, some of whom are living torate remains much smallcr. It is confined to 80,000

people. Expansion of the franchise to include women was rejected by the government during the run-up to the 1992 National Assembly elections.

The government seems to

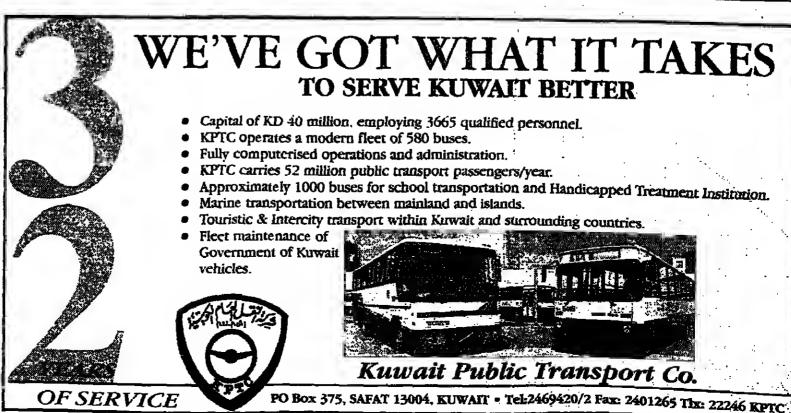
be moving to reject propos-als that the bedoun - literally, those without a nationality – should be given full Kuwaiti citizenship. The Kuwait News Agency in January carried a report from the local Al-Watan paper that the Higher Central Comminee for Citizenship was considering the issue and had determined that while some bedown might be eligible for sec-ond-class citizenship, granting the non-voting rights of naturalized Kuwaitis, none would be eligible for firstclass citizenship.

The problem dates back to 1921, when a list of families living in the emirate omitted a number of Arabs living within its confines. Their descendants are the original bedoun. Full citizenship held by a brother, father or uncle is required for individuals to gain similar status.

While bedoun whose origins in Knwait go back to 1965 will at least be given permanent residence rights, a second group of bedoun comprising Arabs who have entered the country since 1965 seems likely to fare less well. Unless they already possess proper residence papers, they are considered to be illegal immigrants liable to deportation. Some exceptions are being made for participants in the

resistance or the relatives of actual martyrs killed by the lragis.

In recent weeks, the trials of a number of collaborators with the Iraqi regime and the passing of heavy sentences have prompted external human rights organizations to plead for clemency. The government bowever, bas denied coning under pressure from Western governments on this issue. Pressure to secure the departure of some 400,000 Palestinians and Jordanians resident in the emirate until liberation. on the grounds that Jordan and the Palestine Liberation Organization supported Iraq during the crisis, have led to protests from various human rights organizations.



# KUWAIT'S SKYLINE: NOT ONLY REPAIRED **BUT ENHANCED**

swing through the sky; on the ground the roar of dump trucks and bulldozers can be heard as the construction industry swings into action. Consultants estimate that 1.3 billion Kuwaiti dinars (\$4.48 billion) worth of projects have been approved, of which 500 mil-

telecommunications tower that punches high into the Kuwaiti skyline. It has now been renamed "Liberation." Tower," and when completed will be 273 meters (900

### Sief Palace will be symbol of Kuwait

feet) high, one of the tallest buildings in the world. The project, worth 80 million pleted toward the end of Kuwaiti dinars, which next year. This is not going includes the ancillary telecommunications ground buildings, is being carried out by the International Contractors Group and Electrowatt Engineering Services of Switzerland.

Fears that there may have been severe structural damage from bombs or missile unfounded. Concrete slip work on the main platform that can accommodate up to and upper levels is now. under way.

Along the waterfront there are more than a dozen tower cranes at work on one site alone; the huge \$250. million-plus Amiri Diwan and Sief Palace project, which was also interrupted by the war. The original palace, one of the oldest buildings in Kowait, has the stock exchange, the been frequently extended over the years. The main. hall was burned out by the lion. Kuwaiti dinar head-Iragis, and the clock tower, built in 1973, is still without its clock mechanism.

tractors started work on the of Public Works and Min-

11.72

-- 3 -5

F 24.5

a carrei

he tower cranes project last August with up to 5,000 men on site under the general supervision of Hussain Al-Sayegh, special projects manager for the ministry of public works.

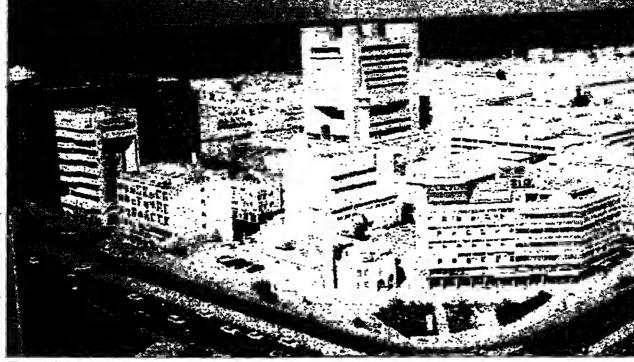
"Some of the main foundation work had been completed prior to the invasion, but that was all," explains Mr. Sayegh. The site is just over a kilometer long and has a total area of half a million Kuwaiti dinars' lion square meters. The worth are in hand.

Work has restained on the able to seat 1,000 people for dinner. Underground moving sidewalks 850 meters long will link various parts of the palace, and special tracks will accommodate golf-style electric carts.

Part of the project includes a marina with a seawall more than one and a half kilometers long. The whole project is on schedule, and, according to Mr. Sayegh, is due to be comnext year. "This is not going the Emir, but a symbol for Kuwait, like the White House or Buckingham Palace," be says.

The second phase of the Bayan Palace project. which also began before the war, is also nnder way. It bombs or missile includes guest palaces for have proved six presidents or heads of state, a multipurpose hall 1,200 and a mosque, The main conference building, which was virtually destroyed, is being rebuilt at a cost of 160 million Kuwaiti

Other major buildings under construction or nearing final completion are the National Bank of Kuwait's new headquarters close to remarkable "H" building, which will be the 7.5 milquarters of the State Audit Birreau near the "Blue Tower," and the new combined Twenty-two main con- head office of the Ministry



The new headquarters of the National Bank of Kuwait towers over the city center.

istry of Electricity and Power, which is costing 35 million Kuwaiti dinars. This is under construction on the 6th Ring Road, which is being completed at a cost of 9 million Kuwaiti dinars.

Other major projects include the rehabilitation of Kuwait University, which is to have a new administrative center. The project is costing about 160 million Kuwaiti dinars. Other projects include a number of dental clinics, a psychiatric bospital, a new building for the Ministry of the Interior and another for the central tendering committee, a science museum, a central post office, a broadcasting center and the improvement of several hospitals.

Due to open any time now is the 17 million Kuwaiti dinar headquarters building in Shukwaikh near the port. According to Hamid A. Shuaib, managing partner of Pan Arab Consulting Engineering Consulting Engineering Consulting Engineering Consulting Consulti designed so that the four major organizations that will use the building can "feel that that they have their own individual head-

quarters in the building."

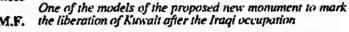
The organizations that will move in are OAPEC (the Organization of Arab Petroleum Exporting Coun-

tries), Arab Maritime Petroleum Transport Co., Inter-Arab Investment Guarantee Corp. and the Arab Fund for Economic and Social Development, PACE has also taken part

in a design compention for the Kuwait Monument Center to mark the invasion and celebrate liberation in February 1991. The estimated cost of the monument is between 20 million and 35 million Kuwaiti dinars. PACE's design consists of a circular conference and leisure center surrounded by a park with a pier across the sea leading to a memorial hall, designed as a pair of upturned praying hands.

Equally imposing is a plan to bring life back to the city center - the so-called "Champs-Elysées" project. The aim is to create a living environmental area combining the Seif Palace, the seat of government, the stock exchange, the public library, commercial buildings and residential apartments and mosques. Mr. Sayegh of the Min-

istry of Public Works says this will be one of the most prestigious ideas ever carried out in Kuwait. It is to be developed over 10 years. and financial guarantees have been arranged.



# FUND PROVIDES OVERSEAS PROJECTS DEVELOPMENT AID

billion of Arab and non-Arab been invested in nearly 5,000 projects in developing countries during the last few years, according to Mamoun Ibrahim Hassan, director-general of the Kuwait-based Inter-Arab investment Guarantee Corporation (IAIGC). He was speaking at a recent meeting of the

One of the main sources of development funding has been the Kuwait Fund for Arah Economic Development (KFAED), which was

Kuwait Economics Soci-

\$7.4 billion has funded 434 projects

established in 1961. KFAED is proud that it continued funding development projects throughout the Iraqi invasion.

By the end of last year. the fund had committed a total of 2.15 billion Kuwaiti consultant to many recipient dinars (\$7.4 billion) to finance 434 projects in 69 countries. The recipients included 15 Arab states, 30 African countries, 16 South Asian and Pacific countries. four Central Asian and European countries and four countries in Latin America and the Caribbean. Of the funding, 30.87 percent is for transport and communications, 23.79 percent for electricity, 18.78 percent for agriculture. 17.73 percent for industry and 8.18 percent for water and sewerage.

"This year's activities have been characterized by the geographical expansion of fund operations following Kuwait's initiative to extend the fund's activities to include Latin America. the Caribbean and Central Asian countries," comments Nasser Abdullah Al-Roudhan, chairman of KFAED.

pre than \$26 He is also Kuwait's second deputy prime minister, minister of finance and minister of planning, "This recognizes the importance of solidarity for development and the need of those countries for development assistance to support their efforts to overcome difficulties and problems hampering their growth and progress.

Mr. Roudhan emphasizes that it is Kuwait's tirm decision to continue aid "despite its scarce financial resources and the substantial losses it has sustained as a result of the occupation."

Continued funding was part of the strategy designed to enhance its political, economic and trade relations with these countries.

In addition to providing loans. KFAED has also committed 29 million Kuwaiti dinars to technical assistance and grants-in-aid. Just over 24 percent of this went to African countries. Apart from providing loans and aid, the fund has also been acting as adviser and countries to ensure the satisfactory implementation and viability of projects.

"Many recipient countries." according to the KFAED, "need assistance to ensure that third parties perform their contractual obligations as required and in accordance with agreed terms and conditions."

The scope and range of FAED loans are extremely diverse. They include rojects from improving highways in Cyprus, airports in China and Beirut's telephone system to an imigation project in Vietnam and drilling freshwater wells on St. Kitts and Nevis in the Caribbean. These are in addition to the bulk of the loans, which are for major projects in the Arab world. including cotton spinning mills in Syria and land reclamation in North Sinai, M.F.

# Continuing Our Support

For more than three decades, Parsons has made major contributions to infrastructure development in Kuwait. We are proud to expand this commitment to the Oil and Gas Sector by providing Kuwait with quality engineering, construction and management services through Parsons' Consultancy Services Contract with the Kuwait Oil Company.

The Raiph M. Parsons Company P.O. Box 9912, Ahmadi 61008, Kuwait Telephone: 965-398-9111 (ext. 61034) FAX: 965-398-7083

Parsons Engineers, Ltd. P.O. Box 9912, Ahmadi 61008, Kuwait Telephone: 965-398-9111 (ext. 61034) FAX: 965-398-7083

The Parsons Corporation 100 West Walnut Street, Pasadena, California 91124 USA Telephone: 818-440-2000 FAX: 818-440-2630

Constructors





The fund is dollar-based and offers sub-funds under its umbrella. Switching between the sub-funds is done at no extra cost. These sub-funds allow the investor to choose the risk profile that best meets his needs. The Global Fund also distributes cash dividends every six months with the option to re-invest, at no additional charge, ofcourse. All classes are redeemable with no redemption fees.

PACIFIC EQUITIES FUND: This fund concentrates on equity investments of the world's fastest growing economies of South East

INCREASABLE GUARANTEE WARRANTS FUND: A capital guarantee fund that provides a window to

the Japanese Warrants Markets, the world's largest warrant markets. The fund currently guarantees a fixed return till maturity.

DYNAMIC FOREIGN EXCHANGE & **FUTURES FUND:** An investment opportunity of potentially high

returns, regardless of the movement of the market. The fund is based on the concept of multi-advisor, multi-assets and multi-trading techniques.

GLOBAL BONDS FUND:

This fund emphasizes capital preservation and growth through investments in the high quality International Money and Government Bonds Markets.



Distinctive Investment Services.



Asia, excluding Japan.

Kuwait Foreign Trading Contracting & Investment Co. (S.A.K) P.O.Box 5665 Safat - 13057 Kuwait, Tel: 2449030/1/2, Fax: 2446173 - 2402085 PMD

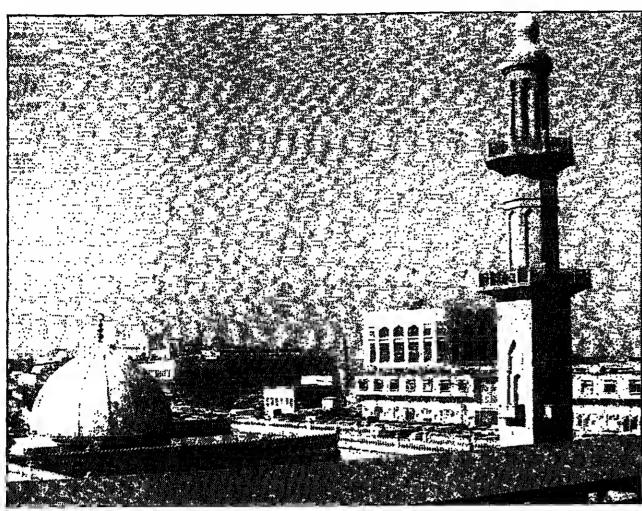
1936, after they had been

married 25 years. His present wife, Lulwa, (it means

Pearl of the Seal, is now 80.

years old. They have two

### ADVERTISING SECTION



Mosques and minarets across a changing skyline in Kuwait City. Falling oil prices may slow construction activity.

# OIL INDUSTRY STREAMLINES OPERATIONS

everal major issues now confront the oil sector in the light of falling oil prices. These issues, which have led to fierce debates in the National Assembly. include a detailed damage-assessment report on the oil reservoirs, a recommendation to privatize 25 percent of Kuwait Oil Company and whether to allow joint productionsharing agreements with

more foreign companies. Current oil production is approximately 2.2 million barrels a day; recoverable reserves are said to be about 94 billion barrels, or 10 percent of known global reserves and enough to continue current production levels for about 100 years.

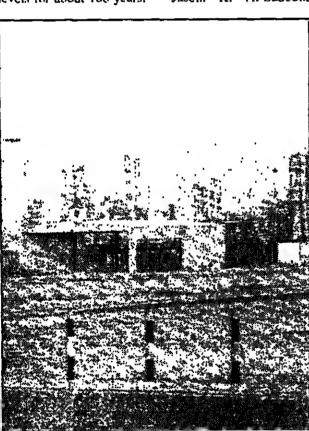
Refining capacity now totals about 580,000 barrels a day and is expected to reach maximum capacity of 800,000 barrels a day by next year.
Oil industry sources

claim that Kuwait has been

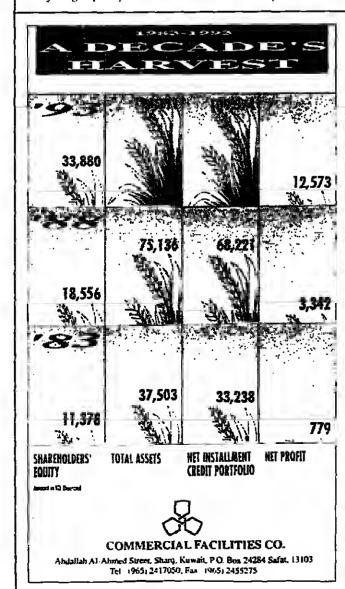
Current oil production is about 2.2 million barrels/day

under strong pressure to reduce oil prices well below world market levels, which are now about \$14 a barrel. Discounted prices are said to be under \$10, and in some cases - sales to China, for example - may be under \$9 a barrel.

Jasem K. Al-Sadoun,



Refining capacity is now 580,000 barrels a day.



general manager of Alshall Economics Consultants. says the government should not be so generous in rebuilding its oil sector, and urges caution so that costs can be reduced and management restructured.

"There are too many 'yes men' in the oil sector," be says. "We need more aggressive and active management. This will come. but it is going to take time." One way of reducing costs would be to accept foreign involvement and technolo-

Ali Al-Baghli, the oil minister, bas said that rebuilding the oil sector could cost as much as \$10 billion, of which more than \$2 billion has already been spent.

A statement from the Ministry of Oil earlier this month said that the Supreme Oil Council considered that the involvement of foreign companies could reduce production costs. These are said to be rising from \$1.50 or slightly less last year to nearer \$1.80 a barrel today.

Mr. Sadoun believes that involving foreign companics in the oil sector would ensure fairer bidding for contracts and help to reduce the participation of unqualified companies and unfair agreements. Kuwait is still suffering

from the oil lakes left as a

result of the invasion and

liberation war. According to Ibrahim Al-Refai, head of the geology faculty at Kuwait University, more than 20 percent of the country is covered by oil lakes. A preliminary report by international consultants on the damage to the oil reservoirs after all of Kuwait's 600 wells were set alight suggests that little harm was done to the main Burgan oil field, which has 50 million barrels of reserves, just over half of Kuwait's total oil reserves. Mr. Sadoun says the full report will be made public next August. According to a statement from the oil ministry, the

report said the total oil lost

during the war was three

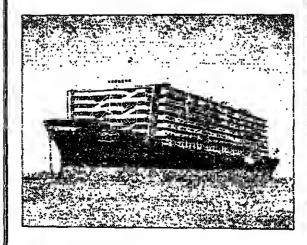
times the production level at the time. This would amount to just over 2 billion barrels, about 25 percent higher than industry sources

had earlier estimated. Rapid progress has been made in getting refining capacity going again, Fos-ter-Wheeler Management Operations, contract managers for the rehabilitation of Kuwait National Petroleum Co.'s three main refineries - Mina Al-Ahmadi, Mina Abdullah and Shuaiba - has been working ahead of schedule. It will be closing up its operations on Mina Abdullah on March 31, exactly two years after work began.

According to Chuck Feg-ley. FW's project director. one of the keys to getting production back ahead of schedule was KNPC's allowing FW to do its own purchasing, "We are proud of what we have been able to do in the time." he says. "We had good cooperation with KNPC, a good working relationship. Although there were a few rough spots, KNPC wanted to get its house back in order, and we wanted to finish on time." In fact, FW is about three months ahead of schedule and is now in the final stages of preparing the hand-over to KNPC.

Union Carbide of the United States and Kuwait Petrochemical Industrics Co. (KPIC) have signed a \$2.35 billion agreement to build a new world-class petrochemical complex. It is due to come on-stream in 1997 and will have a 650,000-ton-per-year eth-ane cracker. The complex will have the capacity to produce 450,000 tons a year of fully flexible UNIPOLprocess polyethylene, and 350,000 tons a year of cthylene glycol. Before the war, KPIC operated one of the largest nitrogenous fertilizer complexes in the Middle East. It contained four ammonia and three urea plants, which had a capacity to produce 750,000 tons of urea and 700,000 tons of ammonia a

### **WE OWN THE LARGEST** SHEEP TRANSPORTATION **FLEET IN THE WORLD**



Livestock transport & trading co. K.S.C.



Tel: 2455700 (10 lines) Fax: 2438970/2402109 Tix: Livetrade 22336 KT CABLE: LIVETRADE

# OLDEST BANK DIRECTOR ACTIVE AT 110

Al-Hammad is the oldest bank director in the world. According to the Islamic calendar, he is 114 years old, which makes him approximately 110 by the Gregorian calendar. He will be 111 years old in May and still plays an active role in his bank.

He was one of the original founders of the National Bank of Kuwait in 1952. Since then, he has been attending the bank's Wednesday credit committee (it decides the creditworthiness of borrowers)

Deals once struck with a handshake

every week, and he has rarely missed a meeting. His contribution has always been invaluable as he, more than anyone else alive. knows everyone there is to know in Kuwait and what their standing is in the com-

munity.
Mr. Hammad is a venerable, dignified person as bright and sharp as he ever was in his younger days. As he sits in his diwan before a large model trading dhow. in front of which is a large brass alarm clock so that he can keep track of the time, he reminisces about the old days. There were no courts, and merchants used to settle disputes among themseives. One would be an expert in shipping, another in diving [diving for pearls was once the only business in Kuwait], and

the problems. Things have changed very much in this respect. There is a different attitude

these elders would sort out

haled Abdulatif toward money today; it is for the worse. It is much more difficult to deal with a branch. Mr. Hammad led people today compared to a group of merchants who the old days. People used to keep their word and were honest.

He remembers when merchants used to strike a deal with a handshake or just on the basis on their word. A dhow would go off and collect a cargo, deliver it and return, and the merchant would get his money without any kind of agreement in writing.

"Everything today is so much more sophisticated. but I don't think the system is as good as in my time, savs Mr. Hammad, his eye on the ticking clock.

His earliest memories are of the bustle and bustle of the port as dhows came and went with cargoes of dates. fruit and other foodstuffs. These would be exchanged for pearls with traders, who would go off to Europe to seek buyers at hotels in Paris, Nice and Rome.

He made his money by trading in dates, which he would buy from Iraq and sell to pilgrims going to Makkah. These would be exchanged for textiles, carpets, fruit and foodstuffs; it became a lucrative business. He was also an agent for suppliers in Aden, Somalia and Ethiopia. As his trading activities expanded, he began to invest in property wherever he was trading. Gradually his empire expanded to all

Horn of Africa. In 1952, the British Bank of Iran and the Middle East (now the British Bank of the Middle East, part of the Hongkong Bank Group). withdrew from Persia and moved into the Gulf. It

areas of Arabia and the

gained a concession from the Emir of Kuwait to open went to the Emir and sug-gested that Kuwait should have its own bank. The Emir agreed and gave his consent. "It was all done with a verbal agreement."

recalls Mr. Hammad. The new bank, the National Bank of Knwait. opened on Nov. 18, 1952 with a capital of 13 million Indian rupees (the common currency of the Gulf), equivalent to 1 million Kuwaiti dinars. Today, the bank's capital is 330 million

he said. He may have his memories and likes to pray

surviving sons and a daughter, who has four girls and a As the alarm clock suddenly chimed 7:00 P.M.. suggesting that the meeting was over. Mr. Hammad spoke about his three pilgrimages to Makkah. On one occasion he went by camel. It took 40 days and nights. It was very hard going, but I was very fit.



"Now. to retire at 45, bu not me. I am not even thinking about it.'

Kuwaiti dinars. Almost all the directors and senior management were Kuwaitis, and the bank immediately attracted deposits from merchants engaged in foreign exchange and the high-ly profitable gold trade. Mr. ammad played an active role in the bank ("But I never received a cent"), attending meetings and visiting the branches "to encourage the staff." Now, he says, "They all want to retire at 45, but not me. I am not even thinking about it."

When the Iraqis invaded Kuwait, Mr. Hammad stayed in his house, never going out until the liberation. He has been married twice. His first wife died in for most of the day, but he still keeps abreast of current affairs by listening to the BBC and Voice of America on the radio.

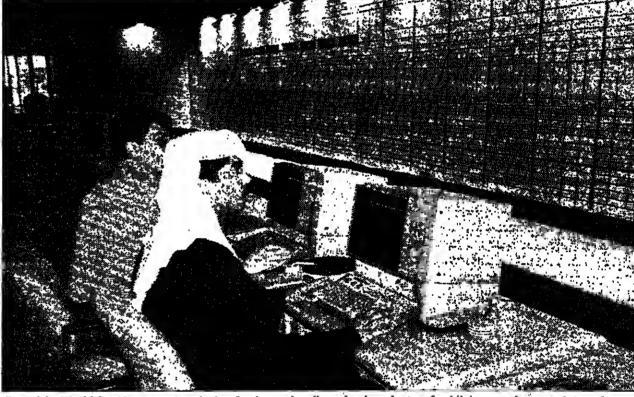
As one who has lived through more troubled times than almost any other Arab alive, he comments favorably on the United States' action in pulling the Arab world together by helping to arrange the peace process with Israel.

But he issued a final warning as his alarm clock ticked on: "People are afraid of the North Koreans and the Russians today. If the North Koreans have the nuclear bomb, it will not be a good thing for the rest of "M.F.

THE BELLEVILLE

THE TOTAL TO

SAN SERVICE STATES OF THE SERVICE STATES OF



One of the World Bank's suggestions is that foreigners be allowed to buy shares of publicly quoted companies on the stock

### WORLD BANK PROPOSES PRIVATIZATION

World Bank report on revitalizing

the Kuwaiti economy became known last October, it provided the kind of shock treatment needed to shake up Kuwaiti opposition complacency about the longterm economic future of the country.

In no uncertain terms it suggested a "sink or swim" strategy for the future: privatize almost everything from health services to power, water and part of the oil sector - cut subsidies and slash overmanning in both public and private sectors, it identified a total of 74 companies and entities owned or partially owned by the state to be privatized. This month, Nasser Al-

Roudhan, minister of everything." This is already finance and planning, coming into effect. The KIA finance and planning, announced a major privatization program to be spread over five years, "Privatization is aimed at striking a balance between the public and private sectors. employing national labor. creating new investment opportunities and attracting

A future strategy of 'sink or swim'

foreign capital," said Mr. Roudhan. He said there were 62 companies in which the government had a total investment of 800 million Kuwaiti dinars (\$2.75 billion) worth of shares.

In a no-nonsense report, the World Bank advised the Kuwaiti government to "sell

KUWAITI ANGLO DEFENCE CO LIMITED

Tel: Kuwait 245 8212 Fax: 242 0721

Quality Defence Facilities

"To Budget, on Time"

is now setting up a special privatization office to handle the transfers as it is the major shareholder or outright owner of 62 compa-

The World Bank says 23 of KIA's companies could be privatized quickly with few complications: it suggests that six companies should be liquidated "and thus establish the precedent that the government will no longer bail out or rescue companies in financial difficulties"; and 33 companies (of which 24 are banks or investment groups) should be analyzed in greater depth to determine the next step.

The bank is sharply crincal of inefficiency, commenting on overstaffing in the public sector, low productivity and excessive protection of the private business sector. It says that the greatest obstacles to privatization have been the incentives to encourage Kuwaitis to work only in the public sector. It suggests that "fis-cal dividends" should be paid to stop Kuwaitis, seeking jobs in the public sector, which would result in less reliance on expatriate labor and an overall higher income for Kuwaiti citizens. At present, 96 percent of the total Kuwaiti work force is employed in the public sec-

The World Bank suggests that foreigners be allowed to buy shares of publicly quoted companies on the stock exchange or in other companies on the same basis as Kuwaiti citizens. Also, itsuggests that foreigners be able to conduct business without the need for a local agent and advises that registration of new companies be

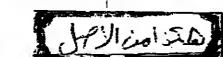
streamlined. Public services currently provided by the government transport, power and water - should also be privatized, according to the bank. It says that the government might want to retain 25 percent of Kowait Airways Corporation, but adds that there is no need for it to retain any share of public service companies following the deregulation of ministries.

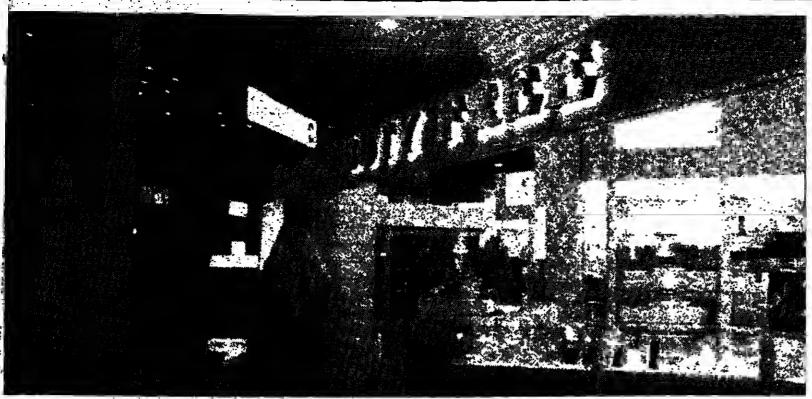
The bank's most controversial recommendations are in the oil sector. It wants to see improved "corporategovernance" and a reduction in management conflicts of interest. Kuwait. Petroleum Company, it says, should be transferred to the new Privatization. Office and run on stricter profit-making lines, while oil policy functions should be left to the Ministry of

The bank advises that after a transitional period. KPC be publicly quoted and up to 25 percent of the 6 bitlion Kuwait dinar capitalization be available to foreign investors. Non-core business should also be privarized, it recommends.

M.F.







Kuwait boasts the Middle East's newest duty-free shopping complex, which has an area of more than 800 square meters.

# DUTY-FREE SHOPPING: SPLENDOR AND ARRAY

glittering spec-tacle of gold jewelry and diamonds forms part of a dazzling display of luxury fashion goods, fragrances and electronics in the Middle East's newest duty-free Havana cigars are shop at Kuwait's Inter-

ADVERTISING SECTION

national Airport. Three years after Kuwait's liberation, the airport's main terminal buildings and approach bave been fully restored and much improved. There are new cafeterias, refurbished travel," comments an offi-

prominently labeled "public shelters."

Passenger traffic through the airport bas been rising rapidly since the war. In 1992, it was 2.8 million, and that figure rose by 15

proving popular

percent last year and is expected to increase by about the same amount this

lighting and many additionnow set to become one of to the meager facilities that counters display cosmetics, all features - including the busiest in the northern existed before the war. Mr. fragrances, photographic

Gulf. This is why we have tended to cater to their special needs in the duty-free shops - gifts and presents."

Irishman Denis Kelly is operations manager for Airport Duty Free, which is managed and operated by Habchi & Chalhoub. He has been involved in setting up the duty-free complex since he arrived on the scene last September.

The complex has a staff of 90 and a shopping area of more than 800 square "Kuwaitis really love to meters, with both airside and landside outlets. It waiting lounges, better cial at the airport, which is makes a dramatic contrast.

equipment, fashion acces-Kelly is more than pleased with the encouragement and sories, watches, lighters, toys, premium gifts, food cooperation he has received and confectionery. from the directorate-general of civil aviation and the cus-

Kuwait's duty-free opera-tion also prides itself on its extensive range of cigarettes, one of the widest available in any Gulf dutyfree shop. Prices are also very competitive - a carton of Marlboro Light 200 costs only 2.65 Kuwaiti dinars (\$7.95). There is also a big selection of Havana cigars. which are proving popular as they are unavailable io Kuwait itself. All items are priced in Kuwaiti dinars and

### **TELECOMMUNICATIONS** ENTERS THE PRIVATE SECTOR

ext June should see the launch Kuwait's first privatized company, Kuwait Comunications Co. Following the initial issue, shares will be floated on the Kuwait Stock Exchange.

Habib Jawhar Hayat, minister of communications, says that the process of transforming the ministry into a shareholding company is going smoothly.

Within days of the liberation three years ago, mobile

### Mobile network will serve 50,000 clients

satellite communications were in operation, putting Kuwait in touch with the world again. Today, Kuwait, which has a capacity of 600,000 installed lines (almost one line for every Kuwaiti man, woman and child, although only about half are fully functional), is making a leap in mobile communications that will bring in some of the most advanced technology.

Mobile Telephone Sys tems has just signed a \$32 million contract with Motorola's International Cellular Infrastructure Division for a nationwide global system for mobile communications (GSM). The first phase will provide channels for 30,000 subscribers and will be ready by August. This will be extended to 50,000 subscribers within a few months. There will be 30 base stations.

"All GSM calls are scrambled, and we will have much better quality as well as roaming facility. At present, this extends to the emirates, Qatar and Bahrain," says Hamad N.A. Al-Sabah, MTC's marketing director. The government has a 19 percent share in the company, which was formed in 1983 with a capital of \$85 million following a decision to privatize mobile communication ser-

"This was done because a vehicle location system

of limitations in expanding the existing system and exorbitant replacement costs," says Abdul Aziz Al-Ayoub, chairman and managing director. The first system was introduced in 1972, making Kuwait a pioneer of mobile communications with the biggest international system in the world. It had 4,800 subscribers with what was then

and mobile voice and fax retrieval systems. "We hope to once again be the first in the Middle East with such a system," says Hamad Al-

With the rapid spread of telecommunication facilities. Kuwaii hopes to estab-lish itself as a hub for public data network services. many of which are provided by Gulfner International



a three-year break.

the latest car phone technol-

Following Desert Storm, Ericsson of Sweden gained the contract for rebuilding the mobile network. This started with 30,000 subscribers, and after two expansions, the total number last year had risen to 70,000.

The latest fashion accessory in Kuwait today is the pager now available in credit-card form. In 1985, when they were introduced. there were 624 units. The numbers shot up and there are now over 100,000 in use. Now MTC is studying through its marketing arm. Kuwait Electronic Messaging Services. The company provides the facilities and services for all kinds of communications, from telex to E-mail. One of the anachronisms of Kuwait today has been the growth in telex, while in the rest of the world, faxes have virtually replaced telexes.

"There are now 554 telex machines as we find that many Kuwaitis like to be reassured by the chatter-clatter of the old telex, especially in the ministries. comments Majeed Sharif. general manager of KEMS.

# FLAG CARRIER MAKES UP FOR LOST TIME

tion these days. More flex- and more innovative operaible forms of financing tion in its postwar incama-and more innovative tion. It has accepted the approaches to pioneering .. lew routes and operations have come to the fore as to the public, a 25 percent Kuwait Airways Cor-stake of which will be poration has bounced reserved for Kuwaits. back from the occupation

tion wrought by the Iraqi

Joint ventures are under way in region

invasion and occupation, when its Kuwait-based aircraft were seized by Iraq, flown to Iran and finally returned in distinctly shop-

worn condition. No sooner was Kuwait liberated than it placed an order for 11 Airbus Industrie planes. At that stage, it had only eight operational aircraft. Some of the new planes arrived in 1992, while others were leased temporarily. The bulk of the Airbus order was delivered last year. The airline also has two Boeing 747s on

Initially, the airline was intensely involved in reconstruction efforts. This enabled it to make a stariling recovery in 1992, when it carried 61,718 tons of cargo, becoming the Arab world's third-busiest

here is an air of cargo carrier in its first full increased, year of revived operations.

dynamism in Of necessity, KAC is Kuwaiti avia- likely to prove both a leaner tion. It has accepted the World Bank's proposal for privatization with a self-off

The airline has become The airline has moved, much more flexible. The with alacrity to refurbish its first four of its Airbus fleet following the devasta- Industrie purchases were made using export credits provided by the European manufacturing companies, but the remaining group of seven were acquired under an innovative financing arrangement concluded with the Kuwaiti-based Inter-

> This group aims to provide specifically Islamic

promote major commercial deals. In the case of the KAC Airbuses, International investor arranged for 140 million Kuwaiti dinars (\$482 million) in lease financing last summer. under an arrangement by which KAC took delivery of seven Airbus Industrie aircraft, three A300-600s,

The planes were delivered during the summer. Under the agreement, KAC has the option of purchasing the aircraft outright during a nineyear leasing and lease repayment period. KAC may still dominate the local aviation sector, but

three A310-300s and one

it is also willing to try new joint-venture approaches to develop fresh business. In national Investor group. 1993, it formed a joint venture with Egyptian aviation financial instruments to help interests to create Shorouk

airlines, which now flies Airbuses on routes linking Kuwait with Cairo and KAC also has plans to

toms directorate in estab-

lishing the duty-free com-

of gold - including a wide

variety of Italian manufac-

tured jewelry - diamonds

and other precious stones

inst beyond the immigration

check on entering the depar-ture area of the terminal.

These items are proving.

very popular," comments a

duty-free official. Other

There is a special display

develop a joint venture with the state-owned Syrian Arab airlines for long-haul ser-vices to South America and Australia from Damascus and Kuwait. The company's official startup time is early anticipated in the middle of the year. KAC and its Syrian partner is also considering construction of several associated facilities, including a new hotel in Damascus and service units at Syrian airports. In India, KAC has taken a 20 percent stake in the newly established intercity air-taxi ser-

vice, Jet Airways. Kuwait International Airport was badly damaged sophi by the Iraqis, with all its East.

advanced avionics equipment loosed or destroyed. A prewar master plan for the airport, prepared by Aeroport de Paris, was revised by the Netherlands Airport Consultants with a view to resuming normal service as soon as possible and drafting initial plans for the construction of a new airport in the late 1990s.

tion work have included construction of a new administrative center and headquarters for KAC and the installation of a new communications system.

In the long term, the Kuwaiti authorities want to see KAC maintaining both its own and foreign aircraft at its maintenance facilities, which before the invasion were among the most sophisticated in the Middle

# Printer visitable of the control of

KUWAIT PUBLIC DATA NETWORK (PDN) PROVIDES THE FOLLOWING SERVICES: \*TELEX TO FAX SERVICES \*TELEX SERVICES: REAL TIME, BATCH STORE/ FORWARD, PCARD \*STORE AND FORWARD FAX \*ELECTRONIC MAILBOX W/ GLOBAL ACCESS \*X.25 SERVICES \*X.400 WORLDWIDE MESSAGE DELIVERY SERVICES \*PDN LEASED LINE SERVICES \*PON USER IDENTIFICATION SERVICES \*ON LINE DATA SERVICE (ODS) \*INTERNET ACCESS \*INVESTDATA BY TELEKURES.

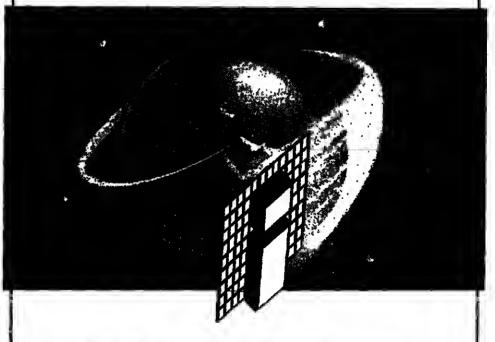


AL- SHARQ, AHMED AL JABER STREET, AL GAZ TOWER MEZANINE FLR. P.O. BOX 27950 SAFAT CODE NO.: 13140 EUWAIT, TEL. 2426711 FAX: 2426725



وزارة المواصلات دولة الكويت Ministry of

# New Horizons. Global Perspective.



In roday's world of investment choices, you need an investment company with a truly global perspective. Hence, consider the following facts -→ Since its establishment in 1984, Rowalt & Middle

East Pinancial Investment Company (KMEFIC), has grown stronger in providing a wide range of financial services and International investment opportunities to its clients.

→ With The Bank of Knwait & the Middle East (BEDIE) as our sole share holder, the banking services of BKME compliment RMEFIC's investment services to cover all the financial needs of our clients.

 KMEFIC's investment activities cover the areas of Venture Capital, Real Estate, Mutual Funds, Futures Fund, Local Market Securities, tailor made port folios and investment services.

→ From \$ 38 million representing assets under manage ment in 1985, KMEFIC currently has over \$ 450 miltion under management.

private companies, financial Institutions and govern ment bodies. Services Inc." in Palo Alto, San Francisco assuming the advisory role in order to implement our "on

hand asset management strategy on our various

 Our clients represent a range of individual investors. - KMEFIC has a subsidiary office "TAKE Management

L. KNE VENTURE CAPITAL LP. EXEFT.

**FUNDS UNDER MANAGEMENT:** 

INCOLLABORATION WITH CHANCELLOR CAPITAL MANAGEMENT KAKE VENTURE CAPITAL DI

IN COLLABORATION WITH CHANCELLOR CAPITAL MANAGEMEN

DATE BEAL ESTATE FUND 1

5. DE REAL ESTATE FUND II

6. ALAWSAT GLOBAL BOND FUND FIDUCIARY TRUST INVESTMENT LTD.

AL AWSAT U.S. EQUITY FUND GARTAGORE INVESTMENT LTD.

8. ALAWSAT EUROPE BOUTTY FUND

ALAWSAT MAR EAST BOUTTY FUND ABTRIST FUND MANAGERS (SINGAPORE) LTD.

10. ALAWSAT PUTURES CORP. COMMODITIES CORP. (U.S.A)

11. ALEX. BROWN CAPITAL LIMITED ALEX BROWN AND SONS LIMITED

12. OFFENERBORR EMERGING MARKETS INTERNATIONAL LTD. OFFENHEIMER EMERGING MARKETS MANAGEMENT L.P.

KUNNAIT AND MIDDLE EAST FINANCIAL INVESTMENT CO. ( k.s.c.c.) P.O. Box. 819 Salat, 13009 Salat KLWAIT Tel. 245" 230/31/6"; The 40029 KMEF, Fax. 244002" agement Services Inc.: 550 California Ave., Suite 330 Palo Alto California 9-500 Tel: 1415; 813 6254 Fax: 1415; 813 6268.

# **SPORTS**

# No. 10 Kansas Loses 3d Straight

There has been big trouble for Kansas ever since it fell out of contention for the Big Eight title. The No. 10 Jayhawks lost their third straight game Wednesday night, falling 96-87 to Nehraska in

Lincoln, Nebraska. Nebraska (15-8, 5-6) led by 24 points at halftime, then held on after the Jayhawks (21-6, 6-5) ral-

### COLLEGE BASKETBALL

lied to make it 90-87 on Patrick Richey's layup with 32 secoods left. Nebraska's Eric Piatkowski, who scored 33 points, made four foul shots io the final 30 seconds. It was the fourth straight time that they have won at home against Kansas. They played exceptional basketball the first 20 minutes and made more shots against us than anybody has made against us all year," said the Kansas coach, Roy Williams. "But what really got mewas we didn't play as well as we could have played and we didn't do

Nebraska made 61 percent of its shots in the first half, forced 13 turnovers and out-rebounded Kansas 22-13 in taking a 58-34 lead. Jamar Johnson had 14 points. Melvin Brooks and Terrance Badgett each had 12 and Jaron Boone 10 for Nebraska. Steve Woodberry led Kansas with 16 points, all hut one in the second half.

No. 2 Duke 84, Florida State 72: Marty Clark and Chris Collins each scored 17 points and Duke won on the road.

Duke (20-3, 11-3 Atlanoc Coast Conference made 26 of 37 foul shots. Florida State (12-12, 5-9) made just 4 of 7. Bob Sura, the

league's leading scorer, had 21 and Charlie Ward matched his careerhigh with 19 for the Seminoles.

No. 2 North Carolina 80, Notre Dame 71: Eric Mootross, a 54 percent foul shooter, made 11 of 14 from the foul line to lead North Carolina (22-5).

Notre Dame (10-16) was trying for its fourth upset of a ranked team this season.

No. 6 Missouri 83, Southeast Missouri State 61: Melvin Booker hit a 3-pointer to close the first half. Travis Ford, Jared Prickett and Gi-

obvious pain.

O'Neal Shakes Off

Long 3-Minute Scare

The Associated Press

For three minutes, the franchise lay motionless on the court in

It was perhaps the scariest three minutes in Shaquille O'Neal's

career, but it turned out to be oo hig deal.

After knocking knees with Indiana's Derrick McKey, O'Neal

collapsed to the floor and stayed there for about three minutes. He

**NBA HIGHLIGHTS** 

went for X-rays at halftime, then returned in the third quarter to lead

Orlando to a 103-99 victory over Indiana that tied the franchise-

After returning to the game, O'Neal scored six points in his first two minutes back, then had three dunks and a key steal to put the game away after Indiana got to 94-91 with 3:40 left in the fourth. O'Neal

Jazz 106, Spurs 102: At the Delta Center, the Jazz put an end to

San Antonio's franchise-record 13-game winning streak by shutting

Robinson had 25 poiots, 16 rebounds and nine assists, but was

scoreless in the second extra period until making a meaningless

finished with 28 points, eight rebounds and four blocks.

down David Rohinsoo in the second overtime.

then scored eight points in the first 1:35 of the second as Missouri mel Martinez. They were suspended for one game by Coach Rick Pitino

The Tigers (21-2) have elinched a tie for the Big Eight title. Southeast (9-15) was within 11 points with 11 minutes left.

breezed at home.

No. 7 Kentucky 77, Tennessee 73: Roderick Rhodes scored his 13 points from the foul line and Ken-tucky won at Tennessee (5-18, 2-11). The Wildcais (21-5, 10-3 Southcastern Conference) played without

for swapping free-throw shooters Saturday at Vanderbilt. No. 13 Louisville 82, LSU 64: Clifford Rozier had 23 points and 15 rebounds as Louisville stopped a two-game losing streak. The Cardinals (21-4) sent visiting LSU (11-12) to its fifth straight loss.

No. 14 Purdue 95, Ohio State 85:

Glenn Robinson, the natioo's leading scorer, had 40 points as Purdue won at Ohio State. Robinson made 10 of 21 shots and 20 of 22 free throws. He came within two points of his career high. Purdue (22-4, 10-4 Big Ten) was 33 of 37 from the foul line. Ohio State

(11-14, 4-10) was 10 of 15. No. 18 Syracuse 91, Seton Hall 69: Lawrence Moten scored 25 points and Syracuse (18-5, 10-5) kept Seton Hall (13-11, 6-10) winless at the Carrier Dome in 14 games

since the Big East was formed. No. 19 Saint Louis 70, Cincinnati 67: Erwin Claggett made a 3-point-er with 1:40 left, sending St. Louis (21-3, 7-3 Great Midwest) past visiting Cincinnati.

LaZelle Durden scored 33 points for Cincinnati (17-9, 5-5) and tied his school record with eight 3pointers. Durden and teammate Dontonio Wingfield each missed 3pointers after Claggett's basket.

Michigan State 85, No. 20 Minnesota 68: Shawn Respert scored a career-high 43 points and tied a school record with eight 3-pointers, leading Michigan State (16-10, 7-7) over Minnesota (18-9, 8-6). No. 22 Marquette 63, Dayton 58:

Tony Miller scored the last five points of the game and Marquette



The Jayhawks' Greg Ostertag going up for a shot against Nebras-ka's Bruce Chubick as Kansas fell to its third straight loss, 96-87.

# A Power Lineup For Team Viacom

# Merger Creates 5-Club Arsenal

NEW YORK - The victor in the takeover battle for Paramount Communications Inc. is more than a powerhouse of films, books and television shows. It's an arsenal of slam-dunkers, slap-shooters and

During the five months in which Viacom Inc. and QVC Network Inc. battled over Paramount, they were not focused on sports. But since Viscom emerged as the winner, the professional sports market-place has began to scrutinize the linear that a merged Viscom-

Paramount creates.

It will include — through outright ownership and the private holdings of a top executive and shareholder — the New York Knicks, the New York Rangers, the Florida Marlins, the Florida Panthers and, most likely, the Miami Dolphins.

The Panthers and Rangers compete in the National Hockey League; the Knicks in the National Basketball Association; the Marlins in major league baseball, and the Dolphins in the National Football League.

Viacom's

There are enormous op-

There are enormous op-portunities here," said Chris

Dixon, an entertainment analyst at PaineWebber Inc. But exactly what Sumner Redstone, Viacom's chairman, and H. Wayne Huizenga, who will become vice chairman, plan to do with their sports. treasure trove is not clear.

lineup would create an alliance of five professional sports teams.

IND 1 7

6

...

Eng.

STATE

Eneral Eneral

2

7

100

Marine:

Ċ.

in her

- - ·

POLE TO SAIDE

E C.

Ratings - Supplement - Suppleme

Man 186 State of the State of t

Saturday's Eve

12500 50

INCHES HIGHER

MOULD'IE DONE

21. 1.

ings >

CB 3-27-3

But financial analysts, sports executives and others paint the picture of a sports alliance that could reap huge profits from joint sponsorship, broadcasting and merchandising opportunities.

"Sports is no more than software." Dixon said. "As Ted Turner successfully demonstrated in the early days, you can build a network on sports and old movies." Turner, who owns the NBA's Atlanta Hawks and the Atlanta

Braves baseball team, is chairman of Turner Broadcasting System Inc., the giant cable and broadcast television company.

Viacom's linear would dwarf Turner's and create an unprecedented alliance of five professional sports teams.

Viacom's acquisition of Paramount gives it ownership of the Rangers and Knicks; the Madison Square Garden arena in New York and the MSG Network, which invadeasts some of the teams to the first order cable lines. games over cable lines.

To beat QVC's bid, Viacom agreed to acquire Blockbuster Enter-tainment Corp. Blockbuster's chairman, Huizenga, will become a significant Viacom-Paramount shareholder. He also owns the Panthers, the Marlins and has an agreement to

acquire the 85 percent of the Dolphins he does not already own. Huizenga also owns half of Joe Robbie Stadium, where the Dolphins and Marlins play.

So Team Viacom — if nothing impedes the two acquisitions — will include three Florida teams and two New York teams.

"I think that'll be very sellable, very packagable," said Tod Rosensweig, vice president of marketing for the NBA's Boston Celtics. "These are great marketplaces we're talking about." Rosensweig said the easiest way for Viacom-Paramount to take

advantage of its teams is through packaged sponsorship deals. Pro-teams often are sponsored by consumer products companies, such as beer makers, in deals that run into the millions of dollars.

The companies put up advertisements in the teams' facilities and

If Viacom-Paramount can make sponsorship dollars go further through a multiteam package, it will be more competitive and might be able to woo sponsors away from other teams, Rosensweig said."\* Another avenue for profit will likely be broadcasting. The original idea for the Viacom-Paramount roerger was to fill Viacom's cable TV networks with Paramount's movie and television programming. Professional sports is a powerful audience draw.

& Co., adding that new networks might also be created. The other opportunity, of course, is the merchandising of all of

this stuff," she said. Viacom-Paramount could, for example, sell Knicks jerseys and Dolphins hats through Blockbuster stores.

Still, some hurdles loom.

Broadcasting opportunities could be limited by network deals with the various leagues and other restrictions, and the leagues may

zenga, the Panthers' owner, also would own a stake in Viacom-Paramount, the Rangers' owner.

YOU'RE ON, PUZZERAIN.

### Tokio Passes Justitia For Whitbread Lead

SIDELINES

SOUTHAMPTON, England (AP) — The Japanese-New Zealand yacht Tokio overtook Europe's Intrum Justitia on Thursday to become the oew leader on the fourth leg of the Whitbread Round the World Race.

Intrum Justitia lost ground by staying with a southerly course on the fifth day of the 5,900-nautical mile leg from Auckland, New Zealand, to Punta del Este. Uruguay. Tokio took advantage and had surged to a lead of six miles (11 kilometers) at last report. The leaders are both Whitbread 60s.

### For the Record

A misdemeaoor guo charge against the Chicago Bulls' Scottie Pippen was dismissed Wednesday in Chicago after a judge ruled that Pippen's car had been illegally searched by the police. (AP) Baylor voted Wednesday to be-

come the first Southwest Confer-

ence school to accept a merger offer

from the Big Eight, starting a pro-cess that is likely to dismantle the ocarly 80-year-old league. (AP) Bernard Tapie, president of the Olympique Marseille soccer team, asked Wednesday that the French soccer federation confirm within 10 days what further disciplinary measures it intends to take against the

### SCOREBOARD

record for consecutive victories (five).

**NBA Standings** 

EASTERN CONFERENCE

WESTERN CONFERENCE 37 13 ,740 39 15 ,722 35 19 ,641 26 37 ,471 15 36 ,294 7 46 ,132 Pucific Division 37 14 ,725 34 14 ,680

41/2 17/4 191/2 20 WEONESDAY'S RESULTS

New Jersey 21 23 32 28—184

Philadelphilo 2 28 34 29 23—182

N.J.; Coletman 6-17-5-7 18. Anderson 11-27-8

79. P: Weother spoon 9-21 4-4 22. Hornock 10
174-525. Rebeunds—New Jersey 55 (Coleman

91. Philadelphilo 51 (Weother spoon 91. As
sists—New Jersey 27 (Anderson 111, Philadel
child 28 (Borros 101.

Cieveliand 33 32 29 23—164

club because of an alleged hribery scandal. (AFP)

1: Smits 7-17 2-2 to Fierning 7-11 1-1 15, 0: O'Neal 11-20 6-11 20, Anderson 7-12 4-8 19, Re-bounds—Indiano 25 (O. Dovis, Smits 11), Or-lando 53 (Avent, O'Nea) 81, Assists—Indiano 21 (McKery, Workman, Fierning 5), Oriando 25

Sentite 28 25 25 14—72
St. Kemp 7-12 2-2 16. Poyton 11-19 1-4 25. A:
Wilkins 9-19 3-5 24. Playton 11-19 1-4 25. A:
Wilkins 9-19 3-5 24. Playton 15-19 1-4 25. A:
Wilkins 9-19 3-5 24. Playton 15-19 1-2 25. Rebounds—Soutile 36 11/Cemp 151. Allonio 55
(Willis 131, Assists—Soutile 24 11/Cemp 61, Allearning 21 21 22 24-100
Chicago 22 31 31 29—122
G: Mullin 5-14 4-6 15. Johnson 8-13 1-2 17. C:
Plopen 7-12 6-6 26. Myers 16-17 4-26. Rebounds—Golden Stote 55 (1.5 Gront 7), Chicago
64 (H. Grant 11), Assists—Colden State 15
(Jennings 61, Chicago 36 1Avyers 91.
Beston 21 27 27 15—94
Denver 29 37 29 17—192
B: Fox 7-12-6-820, Doublass 8-14 1-17, C: Ellis
11-197-979, R. Williams 6-17 2-2 16. Rebounds—
Boston 55 (Radio 01, Denver 57 (Mutombo 16).
Assists—Boston 13 (Doublas 41, Denver 24
(Abdul-Rout, Pock 8).

LA Clippers 38 32 32 33 13—112
P: B. Williams 68 9-1021, C. Robinson 9-18-44
22 L.A.: Manning 10-24 68 26, Harper 12-29 5-6 32.
Rebbunds—Pertland 46 (C. Robinson 131, Las Anacles 32 (Youghl 12), Assists—Portland 32 (Strickland 131, Las Anacles 31 (M. Jackson 121,

**Major College Scores** 

N.J.: Coteman 6-17-5-7 ils. Anderson 11-217-8
79. P: Weotherspoon 9-21-4-6 22. Hornock 1071-4-525. Rebunds—New Jersev 55 (Coteman
91. Philodelphio 51 (Weotherspoon 91. Assists—New Jersev 97 I Anderson 111. Philodelohid 28 (Borros 101.
Cieveland 33 32 29 23—104
Washington 25 28 22 21—94
C: M. Price 9-172-5 22. Wilkins 6-12-0-13. Millis
542-213. W: Gustilotia 10-190-020, Adoms 5-116-5
16. Rebounds—Cleveland 36 (Millis 12), Washington 41 (Gustilotia 16-190-020, Adoms 5-116-5
16. Rebounds—Cleveland 38 (Alists 12), Washington 41 (Gustilotia 16-190-020, Adoms 6).
Copplin 51. 66, N. Carolina A&T 51
Duke 84. Florida 51. 72
Example 101, Washington 20 (Adoms 6).
Copplin 51. 66, N. Carolina A&T 51
Cast Carolina 61. Richmond 77
George Mason 25, William & Mary 78
Crisado

N.C.-Wilminston 100, James Madison SE Louisiana 88, Grambling \$1, 75 SW Louisiang 73. New Oricons 69 Tn.-Chaftenooga 78. Furman 68 Boll \$1, 74, Akron 58 Bowling Green 79, Cent. Michigan 64 Bradley 78, Lavola, 111, 55 Kent 70, Micmil, Ohio 68 Morawette 43, Doylon 58 Michigan St, 85, Minnesota 68 Missouri 83, SE Missouri 61 Nebraska 96, Konses 87 Nebraska 96, Kansas 87 North Carplina 80, Notre Dame 71 Ohla U. 92, E. Michlaan 82 Purdue 95, Ohio St, 85 S. Illinois 97, N. Iown 9 St. Louis 70, Cincinnati Va. Commonwealth 79, Kavier, Ohio 76 lowa 51, 95, Oktohoma 82 Rice 93, Baylor 91 Texas A&M 86, Texas Christian 60 Texas Tech 74, Orol Roberts 72

HOP ENGLAND **NHL Standings** EASTERN CONFERENCE

WESTERN CONFERENCE

Svobodg 2 (Honnon, Dove). Third Period; A-AcSween 2. Shots on good; A (on Fuhr) 6-7-8-21. 8 (on Hebert) 7-5-6-18. Son Jose 0 1 0-1 Montrea( 2 0 1-3 First Period: M-Desjordins 10 (Petrov) : M-

Haller 4 (Destardins, Carbonneau), Second Period; S.J.Odeers 11 (Boker, Erray), Third Period; M.Odeleia & (Periov, Olome); (Sep), Starts on seel; S.J. (on Ray) 6-10-14—30, M (on losten 1 4 1—4 LY, Romen's 1 1 1—3 First Period: N.Y.-Groves 41 (Messler, metch); (pp). B-Kvarialnová (Neciy, Oates).

Second Period: B-Oartes 25 (Bourque') B-Kvartainav 7 (Westey, Oates); (pp). B-Stumpel's (Murray, Hughes): B-Reid 4 (Bourque, Juneou); M.Y.-Kvovlev 9 (Zubov, Leetch); (pp). Third Period: B-Juneou 14 (Westey); M.Y.-Kvovlev 9 (2 bov.) 14 (Westey); M.Y.-Groves 42. Spels on good; 8 (on Richier, Heoly) B-16-9—31. N.Y. (on Cosey) B-6-10—24. New Jersey 2 2 3—7
Detruit
First Period: N.J.-Stevens 13 (Guerfin, Zeiepukini; N.J.-Millen 16. D-Yzermon 17 (Lidestrom, Primeou); D-Kaziov 20 (Cortex, Chlesson); (pp), N.J.-Carpenter 7 (Richer), Seogod Period: N.J.-Richer 21 (Zeiepukin, Stevens); N.J.-Chorske 13 (Carpenter, Stevens), N.J.-Chorske 13 (Carpenter, Stevens), N.J.-Mirchalls 13 (Nedermayer, MacLaun), Spoth on good: N.J. (on Terrerit 12-12-8—32.

Teronto 1 2 6—2
Edmonton 1 2 6—2
Efficial Period: E-Arnott 23 (Cloer, Stoole-Second Period: B-Oates 25 (Bourque)1 B-

Edmonton 2 1 3-4 First Period: E-Arnott 23 (Ciger, Stople-ton): T-Clark 30 (Gill, Eastwood): (PP), E-

# Period: B-McAmmond 3 (rec) (avisit) inorthol); T-McIngon V | Anderson, Giknour); T-Bero 7 (Zezel). Third Period; E-Arnott 24 (Clor, Krovchuk); (pp), E-Welohf 26 (Byoths Beers); E-Olorson 5 (Clor, Stooleton), Skots on suod: T (on Reniord) 7-14-11--32. [on Rhodes] 13-8-11--32.

GRICKET

ONE-DAY INTERNATIONAL Australia vs. South Africa Australia vs. South Africa Thursday, in Derbon, South Africa Australia limines: 154 (432 overs) South Africa limines: 157-3 (45 overs) South Africa won by seven wickets, and lea

Period: E-McAmmond 3 (MocTavist, Thorn-

THIRO TEST Pricision vs. New Zooland, First Day Thursday, in Christcherch, New Zealand Pokistan 1st Innings: 3347

SOCCER

INTERNATIONAL FRIENDLY coo 0, Finked 0
ENGLISH PREMIER LEAGUE
costle 4, Coventry 0
DUTCH FIRST OLYISION TALIAN CUP Semifinal, Second Los Parma O Sampderfo 1 Sampderfa win 3-1 on aspregate

Sampdorlo Win 3-1 on aspregate SPANISH FIRST OTVISION Athetic de Bilboo 0, Lustones 9 Lleido 0, Ceito 0 Rocing de Sampader 1, Real Modrid Atletico de Modrid 2, Sevillo 4 Oviedo 2, Real Sociedad 1 Departive de La Caruna 5, Alboorle Crasuna 6, Zampaga 8

HOM MUCH?

CALVIN AND HOBBES

I BET I CAN I BET HOU CAN'T HAT OFF WITH

Exest TEST
England vs. West indies, Fourth Day,
Wednesday, in Kingsten, Jamaica
England 2d innings; 267
West indies 2d innings; 95-2
West indies was by eight wickels.

are allowed to market products using the teams' names.

"MSG Network could clearly be expanded from where it is now," said Jessica Reif, a media and entertainment analyst at Oppenheimer

with the various leagues and other restrictions, and the reagues may balk at unitiple-team ownership.

Huizenga's buyout of the Dolphins still must be approved by the NFL, which has a rule against the cross-ownership of teams in other sports. The matter is pending.

The NHL's constitution says no member can exercise control—direct or indirect — over another member's hockey franchise. Huited the Banthard own a stake in Viacons.

### DENNIS THE MENACE



I NEVER THOUGHT I'D SEE THE DAY WHEN IT

JUMBLE, THE SCHOOL OF THE WOGAL RABLER WHAT THEY PRONT YARD. PENOLL

Arsee: A CONTRACTOR OF THE CON What the shapping makes (60 — KEPT HIS CHIN UP

TO OUR READERS IN BERLIN

You can now receive the IHT hand delivered to your home or office every morning on the day of publication.

Just coll us tall free at
0130 84 85 85

### **PEANUTS**



IF I GOT SICK. WOULD YOU WORKY THAT MUCH ABOUT ME?

YOU! HERE GOES



TA-DAA!























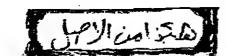




REX MORGAN







# حكذاعت الأحطا

# SPORTS WINTER

### TV SCHEDULES AND EVENTS

Friday's Events All times are GMT Alpine Skiling — Men's combined sle-iom first run, 0830; second run, 1200. Statistica — Women's 4x7.5-kilometer Figure Skating - Women's freestyle,

toe Hockey — Semifinals, Finland vs. Ganeda, 1830, Russia vs. Swiden, Jumping — 90 meters , 1190. ed Sicring — Women's 5,000 me-Speed Statis ters, 1300,

Friday's TV EUROPE

All times are local Austria - ORF: 0600-1050, 1220-1700, 2015-2200, 2210-0030. Britain - BBC2: 1420-1550, 1630-1800, 2000-2230. Bulgaria - BNT/Channel 1; 1025-1625, 1915-1945, 2030-2400; Channel 2: 2155-2300, 0030-0100 Creatis - HAT/TV2: 1700-2330. Cyprus - CYSC: 1715-1745, 2030-2100, 2230-2300. ... Czach Republic — CTV: 0915-1500.

1945-2245, 2300-0015. Detrourk - DR: 0945-1545, 2130-2215, 2215-0015. ETV: 1050-1730, 1915 1945, 2145-0030. nland - YLE/TV1: 1015-1700; TV2: 1900-1930, 2015-0030. France - FR2: 0924-1115, 1120-1200, 1205-1253, 2050-2230; FR3: 1255-1410, 1415-1520, 1520-1540, 2005-2030. ermany - ARD: 0900-1740, 1925-

ce - ET2: 1915-1945, 2200-2400. -Hungary - MTV/Channel 1: 1347-1518; Channel 2: 2122-2230. Iceland -- RUV: 1125-1445, 1815-1855, 2225-2300, 0030-0100. - RAIZ: 0015-0200: RAIS:0925-

0

1

. -

 $\forall z = x_2 /$ 

7 -

7 × 2

· · · · · · ·

\*\* 1 22;

. . . . . . . . . . . .

- - -

1000

أعدي ترازي

- ب<u>سر</u> برس

-----

32 CM 157

. ....

-----

----

. . . .

Page - RAIZ 0015-0200; RAIS:0925-1200, 1300-1330, 1950-2020.
Labris - LT: 1915-1945.
Lithurals - LT: 2130-2200.
Luxembourg - CLT: Highlights on evening news, 1900-2000.
Blacedonia - MRTY/Channel 1: 0015-0066 | 1155-1210-1215-1246 0825-0956, 1155-1310, 1715-1745, 1825-2100, 2230-2300, Channel 2: 0850-1100, 1255-1535, 1756-2130; Channel 3: 1125-1425, 1755-1845, 1755-1845, 1

Monaco: - TMC/IT: 0930-1200, 1300-1345, 1740-1925, 2000-2230, Netherlands - NOS, 0900-1756. Norway - NRK: 0900-1750, 2000-2400; TV2: 1845-2000, 2030-2100,

2130-2215. Poland - TVP/PR1: 0915-1100, 2015-2230; PR2: 1105-1549; 1605-1725, 0030-0230. Portugal - TV2; 2300-2320; RTP1; 1100-1120, Romania - RTVR/Channel 1: 1500-1625, 1915-1945, 2210-0130; Channel

Russia - RTO: 1830-1915, 2140-0030; RTR: 1150-1400, 1850-1945, Slovakia — STV/SK: 0600-0830, 0825-1525, 1815-2845, 1925-2200, Slovenia — RTVSLO: 0900-1845,

1955-2015, 2080-0030. sin - RTVE: 0930-2400 (satelen - SVT/TV2: 0915-1015, 1400-1530, · 2000-2480; · Channel · 1:: 1230-1400, 1930-2000.

rland - TSR/TSI/DRS: 1230-Turkey - THT: 1800-2100, 2115-0130. Witneine - DTRU/UT1: 1050-1300, 0-1830, 2000-2330, 0030-0100

UT2: 1915-1945 Eurosport - 9600-continuous cover-

ASIA/PACIFIC Australia — Channel 9: 2030-0100.

New Zeeland - TV1: 0700-0800, 2130-2400. Japan — NHK: 2200-2400 (general); 1230-1500, 1800-0630 (satellite); 1300-1500, 1900-2200 (HI-Vision). Papue New Guines - EMTY: 2200-China - CCTV: 1700-1930, 2300-

Hong Kong - TVB: 2400-0100. Hong Keng — FVE: 2400-0100. Conada South Keres — KBS: 1000-1300; United States MBC: 1430-1730, 2400-0130. Switzerland Malaysia — TV3: 2315-0015. Singapore — SSC/Channel 12: 2400-STAR TV/Prime Sports - 0600-

1830, 1530-continuous coverage. MORTH AMERICA All-times are EST CTV: 0630-0900, 1330-1800, 2000-2300. United States - CBS:0700-0900.

2000-2330, 0100-0200; TNT: 1300-1808. Mexico — Televisa: 0700-1100, 1700-1900, 2330-2400.

Saturday's Events All times are GMT

Atoline Skilling — Women's statom, first run, 0830; second run, 1200. Statistic — Men's 4x7.5-kilometer reky, 1200. Robeled — Four-man first, second rune, 0900.

rune, 0900.
Figure Skaling. — Exhibition, 1400.
Ice Hockey — Seventh place, Germany-Slovakia loser vs. Czech-United
States loser, 1530; 57th place, Gzech-United States wirener vs. Germany-Slovakia winner, 1830; bronze medal, Russla-Sweden loser vs. Finland-

Short-Track Speed Skiding - Wom-en's 1,000 meters, 1800; men's 500ter, 1800; men's 5,000-meter relay, 1800.

Saturday's TV

FLIROPE . All times are local

ORF: 0600-1900, 2135-

British — BBC1: 1145-1715; BBC2: 1715-2040.
Bulgaris — BNT/Channel 1: 1025-130, 1355-1515, 1630-1800, 1915-1945, 2155-0030; Channel 2: 1700-1740, 20925-2300, 0030-0700.
Growth — HRT/TV2: 0925-1016, 1255-1800.
Cypris — CYBC: 1715-1745, 2030-2100, 2230-2300.

San all a specific and a second

2100, 2230-2300. G. 2100, 2230-2300. G. 2100, 2230-2300. S. 2100, 2230-2300. S. 2100-2300. G. 2100-2 2207, 0023-0138. Estocia — ETV: 1025-1115, 1350-1800, 2030-2050, 2145-0030. Finland - YLE/TV1: 2145-0080; TV2: 1300-1800.

To our readers in Austria

het call toll-free: 0660-8155 or less: 06069-175413 France - FR2: 0914-1030, 1535-1700; FR3: 1255-1410, 1535-1700. my - ARD: 0903-1858, 2015-

2330 Greece - ET1: 1230-1300; ET2: 1400-1500, 1600-1800, 1915-1945. Hungary - MTV/Channel 1: 2005-2020; Channel 2: 1100-1300, 1530-- RUV: 0825-0945, 1155-1315, 1355-1600, 1650-1750, 1825-

Maly - RAI1: 1400-1445; RAI2: 0100-0200; RAIS: 0925-1400, 1455-1700, Latela - LT: 1100-1415, 1915-1945. 0030-0100; Channel 2: 1400-1600. Litturania — LRT: 1600-1800, 2130-

ourg - CLT: Highlights on evening news, 1900-2000, Macedonia — MKR7V/Channel 1: 0825-0945, 1155-1315, 1525-1800, 1825-2100; Channel 2: 0855-1600, 1715-2150, 2230-2300; Channel 3: 1150-1400, 1755-1830, 1950-2230. Monaco — TMC//T: 0930-1100, 1145-1925, 2845-0015. Netherlands - NOS:0900-1420, 1840-2325.

- NRK: 0900-1800, 2000-Norway - NRK: 0900-1800, 2000-0130; TV2: 1455-1700, 1845-1900. Poland - TVP/PR1: 1245-1345, 1500-1800, 2225-2325; PR2: 0920-1100, 1345-1500, 2000-2100, 2400ugal - TV2: 2300-2320; RTP1: 1100-1120. Romania — RTVR/Channel 1: 1400-1445, 1550-2000; 0030-0100; Channel

2: 2150-0030: 2: 2150-0030; Russia — RTO: 1700-1900, 2200-0130; RTR: 1450-1700, 2100-2300. ovaltia - STV/SK: 0600-0830, 25-1015, 1300-1700, 1815-1845,

Siovenia - RTVSLO: 0900-1845, 1955-20215, 2030-2336. RTVE: 0930-2400 (satel spend — RIVE: 0359-2400 (3859-lite): TVE2: Starting at 1130. Sweden — SVT/TV2: 0915-1015, 1245-1500, 2100-2200; Channel 1: 1500-1700, 1915-2100, 2200-2400. Switzerland — TSR/TSI/DRS: 0930-

1700. Turkey - THT: 1615-1800, 2000-2100, 2200-0030. Ultraine — DTRU/UT1: 1330-1800, 1955-2045, 0030-0100; UT2: 1350-1600, 1915-1945. seport - 0600-continuous cover-

ASIA/PACIFIC All times are local

Australia — Channel 9: 2030-0100.

New Zealand — TVI: 0700-0800. Japan - NHK: 2200-2400 (general); 1230-1500, 1800-0630 (satellite); 1300-1500, 1900-2200 (Hi-Vision).

New Guines ~ EMTV; 2200-China - CCTV: 2220-2400, 0010-Hong Kong — TVB: 2400-0100. South Kores - MBC: 1400-1700, 0100-0290.

Malayela — TVS; 2815-0015. Slogapore — SBC/Channel 12:2400-0100. STAR TV/Prime Sports - 0600-1330, 1530-continuous coverage. NORTH AMERICA

- CTV: 1000-1800, 1900-2200, United Status — CBS: 1300-1800, 1900-2300, 2330-0090. ico - Televisa: 1100-1400, 2200information provided by the IOC, TWI, and individual broadcesters, compiled by the internetional Herald Tribune.

Washington Post Service LILLEHAMMER - Russia's demise as the world's hockey power has been predicted for six years and three Olympics now. But it never seemed as imminent as it did here Wednesday night. Russia had scratched back twice to pull even with surprising Slovakia, knowing a loss would ensure a finish out of the medals for the first time since the Soviet Union debuted at the Games in 1956. But now overtime arrived and defeat was riding on every slapshot the Slovaks took.

Winger Andrei Nikolichine, al-ready playing with a broken jaw, fought off the two defenders and somehow shoved a sideways pass to teammate Alexandre Vinogradov

Until - for the Russians - a god-

send happened.

Nikolichine didn't see Vinogradov whistle the puck past Slovak

coach, Julius Supler. goalie Eduard Hartman's snapping glove. But he had to hear the crowd's roar. And see his teammates spilling over the boards, ca-ger to mob him and Vinogradov.

Perhaps he even caught a glimpse of what was happening back on the Russian bench — that amazing out-of-character victory jig that was being done by the usually grim-faced coach Viktor Tikbonov, the 64-year-old man who has presided over the Olympic team from the Cold War era to loday's Talent Wars with the National Hockey League, always cleaving the team's path through the years like the prow of a ship.

Russia had won, 3-2, with only 1:11 left in sudden death and it was the Slovaks, instead, for whom "life

Russia oow faces defending

world champion Sweden on Friday in one medal-round semifinal game. And Sweden will be favored by many to win.

If that happens, the Russians will be shoved into the bronzemedal game opposite the loser of the other semilinal between Canada and Finland. It's not hard to predict how that would play back Moscow, When the 1980 Soviet Union squad coached by Tikhonov finished second to the U.S. team. the Americans later heard the Soviets never bothered to take their silver medals home because they were so ashamed about the loss.

This time around, the Russians knew they weren't as dominant as they've been in the past. But they have won eight of the last 10 Olym-pic golds in ice bockey. And their

off plenty of handwringing and teeth-gnashing back home.

decide which of its two record-tying losses was worse: The 42 shocker to the unremarkable Gervorite, laid on them. It was the first life. time Russia hadn't scored in 68

Russian Olympic Committee, esti- two years ago. Russia finished only third in its mates that more than 200 Russian six-team pool, and it is hard to hockey players have left for the North American and European leagues since the Communist-bloc broke up and the borders opened. man team, or the 5-0 pasting that The Russians have been lured by Finland, oow the tournament fa- the money and promise of an easier

By Smirnov's count, 46 Russian Olympic hockey games. Afterward born players are now with NHL Tikhonov told a Russian journalist, teams while the proud clubs back "I cannot understand what has in Russia that used to churn them happened why we suddenly cannot out are struggling to stay affoat. Tikhonov himself now coaches the One answer, of course, is the Russian Penguins — the name NHL's raiding of Russian talent. Grand old Moscow Dynamo The economic upheaval gripping changed to when it entered into a Russia since the breakup of the joint venture agreement with How-Soviet Union has fueled a talent and Baldwin, owner of the NHL's exodus . : European and minor- Pittsburgh Penguins. The Olympic

Ragged Russians Fight for Their Hockey Survival night," in the words of Slovakia's struggles through the preliminary iog at younger ages than ever bethese Games has no one left from
coach, Julius Supler. these Games has no one left from
the Albertville Olympic team, Vitali Smirnov, president of the though those Games happened just

> Now, watching the hockey team wobble as it has bere has Smirnov talking strongly that "something has to be done." It's important for the ice hockey team. Smirnov said Thursday, and it's important to the Russian people.

> "Athletics help our people feel more convinced, help our children feel more convinced, that we are normal people --- we are comparable to other people of the world despite all that we are going through," Smirnov said, "We need to do something for our future generations of athletes too.

"As it is now, a private person signs and there is no sign of the leagues too. And players are leave team that Tikhonov has brought to money coming back to the club that developed them," Smirnov added. "The club should get a part of the salary. There should be some kind of system in place, where if [a league like the NHL] takes 20 players away, two get to come back to play in the Games."

> The NHL, the International Olympic Committee and the Inter-national Ice Hockey Federation are now talking about it. If the Olympics compromise by altering their current hockey competition format
>
> — perhaps by seeding the top four
> teams or so into the medal round without having to play the preliminary round - the NHL will compromise by shutting down for 8 to 10 days, not the 16 days the Games cover now. That, theoretically, would allow stars to return to play in the Games for their countries.

The NHL and International Ice Hockey Federation are also discussing a way to have transfer fees for all European-born players funneled through the international federation for payment to the play-er's club teams. "In the past, trans-fer fees have been paid by our teams," an NHL source said, "but you never knew where the money was actually going in Russia. Or to

But until the changes take place, Tikhonov and Smirnov try to bridge the past and present for Russia as best they can. A lottery has been started in Russia to help finance the sports programs, The Russian government still provides some subsidization. The Russian Olympic Committee occotiated a deal to have Reebok outfit and house the 1994 Russian Winter Olympic team. While all of that is very nice, it won't be much help in Friday's game against Sweden.

"We have a chance," said Igor Dmitriev, Russia's assistant coach. "But it's oot a big chance. We have to find a way to score more goals."

# before being ridden hard into the boards behind the net. Czechs Beat U.S. Team,

**Norway Avoids Cellar** 

The Associated Press GJOVIK - The U.S. hockey ute. team lost, 5-3, to the Czech Republic in the consolation round Thursday night, guaranteeing that it can do no better than equal its worst

Olympic showing ever. The United States (1-3-3), which was eliminated from medal contention with Wednesday's quarterfinal loss to Finland, will meet Germany in Saturday's game for seventh

The Americans, who finished seventh in 1984 and 1988, need a victory to avoid their first eighthplace showing. They also are in danger of their first Olympics with only one win.

Peter Ferraro and Jeff Lazaro scored for the U.S. team in the first 4:08 but the Americans blew the lead before the first period ended. Jiri Kucera, Pavel Geffert and Petr Hrbek scored in a 4:06 spen to put the Czechs up 3-2 after one. Czechs made it 4-2 after two penods on In Dolezal's breaksway

Geffert and America's Mark Beaufait traded third-period goals. Slovakia 6, Germany 5: Oto Haosak scored 1:38 into overtime to set Slovakia's first-ever meeting with the Crech Republic.

Slovakia and the Czech Republic, which were formed when Czechoslovakia divided Jan. 1, 1992, will meet for fifth place Sat-

Hacsak's goal came after Slovakia, paced by Lubomir Kolnik's hat trick, railied from a 3-0 first-period

many tie both times within a min-

Norway 3, Austria 1: Norway finally won a game, and thus avoided last place in the 12-team tourna-

Norway outshot Austria 26-19, including 13-3 in the first period, but had trouble putting the puck in the net despite eight power plays. Austria only came alive in the final seven minutes of the game, repeatedly threatening the net after getting its first goal.

Espen Knutsen gave Norway its

lead only 5:40 into the game on a power play, intercepting an errant clearing pass in the left face-off circle and firing a slap-shot low to the far comer.

Roy Einer Johansen gave Norway its insurance with 38 seconds remaining in the second, splitting two defenders and putting a backhander through the legs of the Austrian goalie, Brian Stankiewicz, from just inside the face-off circle. Anstria's only victory in the Norway in the first round.

Italy 3, France 2: Italy scored twice in a 36-second span late in the third period Thursday to beat France and finish in ninth place. Italy (3-4), which hosts the World Championships this spring, improved from its last-place show-ing in the 1992 Albertville Games. France (1-5-1), which also lost to Italy in the preliminary round, dropped from eighth in 1992 to 10th this year.

The Italians trailed 2-1 until Ste-

Christophe Vile of France on the ice after being checked, as his team fell to Italy on Thursday.

# deficit to twice go ahead by a goal fan Fighnaza's power-play goal at in the third period, only to let Ger-

### OLYMPIC SCOREBOARD

MEDALS COUNTRY

JAY'S RESULTS - Ainter Siding . ma's Gleet Sia 5: Mortlag Erit Germ or Erit. Germany Schneider, Switzerland Cross Country Skiling Woman's 20 Kilometers

G: Andrees Schoenboachier, Switze S: Phillege Laroche, Canada

B; Lloyd Langible Consdo

Wester's Astricts
G: Line Charletovo, Usbekisten

G: Jopon (Tokonori Kono, Mescahi Abe, Keeli Ookevro)
S: Nerway (Kout Tare Acelege, Blarte Ender VK, Freel Borre Lundbers)
B: Switzerland (Histooly) Kenos, Jean-Yven Cuender, Andrews School)
Speel Similar
Women's 500 Meters
G: Cottry Turner, United States
S: Yournel Zhone, Cubio
B: Arry Peterlan, United States
Wethers Daive Bears Te

WEDNESDAY'S RESULTS

B: Sergel Tracov: Russia

Verment: -2: Stiffenistics
G: Myrigm Bederd: Concide
5: Svetlane Paremystra. Bederus
8: Valentyna Taerbe, Ukraine:
Seed Shuffine
jitament: Life Meters
G: Bonne Bider, United States
c. sale Bider. Germany

5; Anke Baler, Germany 2; Ye Qiaoba, China 2: Ye Olgobo, Chino
TUESDAY'S RESULTS

Crost Country Skilling
Man's 42/8 (Clemeter Relay
G. Helly (Amerillo De Zeit, Marco Alberello,
Giorgio Versetto, Silvie Founer)
S: Nerwey (Skur Skorthen, Vagard Ulvang,
Thomas Alapard, Sjorn Doille)
3: Finland (Mike Avvirio, Horri Kryss-

8: Finland (Allic Alvirio, Horri Krivs-nismi, Jari Rosaner, Jari Isometsa) Sis Jamelas Large Nill 128-Meter Tema G: Germany (Honsioers Joskie, Christof Duffner, Dieter Thoma, Jens Weissflog) 5: Jopon (Jünya Nishikota, Takanobir Okoba, Norioti Kossi, Mostaniko Haroda) 8: Austrio (Heinz Kuttin Christian Moser, Sedan Hornsocher, Andreus Goldberger) Wosser's Jose-Meter Relay

5: Svetlang Fedelicino, Russia B: Gunda Niemana, Germany Cross Country Skilling Man's 4:5 Killometer R

Winner's AS Killometer Relay

(Russia (Elena Voelba, Lorisse Lesetino,
Nino Govrilot, Lydov Eportova)

S: Norway (Trude Dybendohi, Inser Helena
Nybrodene, Elin Hilbers, Antio Moral)

B: Italy (Bice Verzetta, Norueto Di Conto,
Gobrielta Poruezi, Stefania Betwoodo)

Fleure Etarine

Go Doncine

G: Otseano Gritschek, Evpeni Platov, Russia

S: Mala Usava and Alexander Zhulin, Russia

B: Jayre Torvill and Christopher Dean, Britain

SURPAY'S DESULTS Man's Blathlon 20 Kilometers

28 (Cloniclers
G: Serbet Torostov, Russia
S: Fronk Luck, Germany
B: Sven Fischer, Germany
B: Sven Fischer, Germany
G: Switz. 1 (Gustov Weder and Donat)
S: Switz. 1 (Reta Goetschi and Guide Acklin)
B: (toly ( Gustor Huber and Steiano Tical)
335 Januales
Large Mills has debume

S25 Jumples
Large Hill 128 Meters
G: Jens Welssiflog, Germany
S: Espan Bradeser, Narwoy
B: Arctress Geldberser, Austria
Speed Station
Men's 16.84 Meters
G: Johann Clay Koss, Narway
S: Kiell Storeld, Narway
S: Kiell Storeld, Narway
S: Bart Veldbarg, Netherlands SATURDAY'S RESULTS

Wenner's Downhall
G: Koffic Settinger, Germany
S: Piccine Street, United States
B: Isolde Kostner, Holy
G: Blarn Detaile, Norway
S: Vicative Smirrow, Kondustan
B: Stivic Fourier, Kondustan
B: Stivic Fourier, Kondustan
B: Stivic Fourier, Kondustan
G: Asset Unitersow, Reussic
S: Ervis Stollon, Comeda
B: Philippe Condition, Pronce
Norsic Combined
B: Philippe Condition, Pronce
Morsic Combined
G: Fred Bette Landberg, Norway
S: Tolicanon' Kone, Jacon

5: Takanari Kana Jasan 8: Blarte Engen Vik, Norway Speed Stating Woman's 506 Maters

S: Susan Auch, Conada B: Franziska Schenk, German FRIDAY'S RESULTS Women's 15 Kilebed G: Myrigm Bedard, Canada 5: Anne Brisnid, France B: Ursula Dial, Germany Luga Man's Daubles

G: Korf Brusher and Wilfried Hober, Italy 5: Hanslang Roffl and Norbert Huber, Italy 5: Seton Krusse and Jon Bahrandi, Germany Syself Stealing Men's 1488 Mahars

Alpine String
Hise's Separ-Glant Statem G: Markur Wosmeler, Germany S: Tommy Mee, Polmer, Alaska B: Kletti Andre Amnedi, Norway Cress Combry Stilling Men's 16 Kliemelers G: Biorn Donie, Novey, Kozokiskon B: Morco Alberella, (kaly Wesser's 10-Knometer Pursell G: Lydow Egyrovy, Russin S: Monucio Di Cema, Nat Speed Skating
Wesneu's 3.0to Meters
G: Svettons Bazbanova, Rusika
S: Emese thampay, Austrio
B: Cloudig Pechaleiru Germony
WEDHESDAY'S RESULTS
Freestyte Sation
G: Jean-Luc Brossard, Consola
S: Sersel Shoushthov, Russia
B: Edpar Grambrox, Franca
Worsel's Mogeta

Woman's Moyels G: Sitne Lise Hottestod, Norway 5: Liz McIntyre. United States B: Elizaveta Kajevnikova. Russk

Witnes's Sleek G: Gerda Weissensteiner, Ika S: Sual Endmont, Germany B: Australia S: Sual Erdmorn, Germany
B: Andrea Tonverbar, Austria
Seed Suafris
Men's Use Meters
G: Johann Dov Koss, Norway
S: Rinite Ritarra, Netherlands
B: Falko Zordstra, Netherlands
TUESOAY'S RESULTS
Absize Stiline

Cross Country Sking Women's 5 Kills

S: Manuela Di Cente, Hely B: MOYN-Lysa Kryesnern
Pigure Staffier
Pigure Staffier
Pigure Pregram
O: E. Gorderva and S. Grintov, Ruska
S: N. Mishkottensk and A. Dmirriev, Russ
B: I. Srossey and L. Eisler, Comado
MONDAY'S RESULTS

Cross Coochry Sidies

Alen's 31 Killometers

G; Thomas Alegord, Norway

S; Biorn Dohlle, Norway

B; Millos Alegord, Norway

B; Millos Alegord, Norway

B; Millos Alegord, Norway

B; Arrah Zooseler, Italy

Speed Starting

B; Arrah Zooseler, Italy

Speed Starting

Man's 36 Meters

G; Aleksons'r Colubov, Russia

S; Seroet Kizrcherno, Russia

S; Kietil Andre Acanodt, Norway

B; Etward Podivinsky, Coocde

Cross Cessiary Skiles

Women's 13 Kilometers

G; Manuele Di Carlo, Italy

S; Lyubov Eserova, Russia

B; Nina Gevrilok, Russia

B; Nina Gevrilok, Russia

G; Johann Dier Koss, Norway

S; Kiell Storeld, Norway

S; Kiell S; K

GIANT SLALOM

1, Deboroh Composition (, 1897, 2 missiles 3-97) 29conds (1:2037, 1:1849); 2, Mortino Erit, Germany, 2:32:79 (1:27,34); 1:1825); 3, Vreni Schneider, Switzerland, 2:32-77 (1:27,27) SCHOOL: 4 Anthe Whichter, Austrie, 2:3318 (1:24.18, ):11.88); 5 Carole Merle, France, 2:3344 ():23.54, 1:11.88); 6 Eve Twardollens, United States, 2:34.0 (1:22.17, 1:12.29); 7, United Striet, 2:34.01 (1:22.12, 1:12.29); 7, Lara Account, Indy, 2:34.01 (1:21.5, 1:12.29); 8, Marticene Klerstad, Norwey, 2:34.79 (1:21.5); 1, 12.59); 9, Nebol Zeiber-Boebler, Switzerland, 2:35.14 (1:23.14, 1:12.00); 10, Cartistian Medicritock, Garmony, 2:35.22 (1:22.52, 1:13.29); 11, Birgit Heat, Liechberstein, 2:36.59 (1:22.51, 1:13.20); 12, Anno-Lies Perisian, United Sactes, 3:36.44 (1:23.55, 1:12.29); 14, Sylvin Eder, Austria, 2:36.55 (1:23.55, 1:12.59); 15, Sobino Personnia, Coly, 2:34.55; 15, Sobino Personnia, Coly, 2:34.55

WOMEN'S (Ist & 2d ress in parents

2:3410 (1:2341, 7:1455).

2.30.18 (123.41, 214.53).

7. Martia Jose Riecdiu, Sooin, 2.38.45 (123.52, 214.03); 22. Maniko Bosch, Sooin, 2.58.45 (123.52, 214.03); 22. Maniko Bosch, Sooin, 2.62.2 (72.52.62.7; 3.61); 23. Aste HoRdonade-tir, Iceland, 2.44.28 (122.62, 716.18); 24. Zafi Steppall, Australia, 2.46.14 (123.63, 1:17.46); Cornello Cata, Remarka, DNS; Isulia Kouznine, Russia, DNS; Avarora Zelenakola, Russia, DNS; Avarora Zelenakola, Russia, DNS; Avarora Zelenakola, Russia, DNS; Povine, John, DNS; Eva Koch, Hungary, DNS-1; Notalia Buga, Russia, DNS-1; Erman Corricx-Anderson, Britain, DNF-1; Notalia Buga, Russia, DNF-1; Emmo Corricx-Anderson, Britain, DNF-1; Emmo Corricx-Anderson, Britain, DNF-1; Carolino Poussier, Anderson, Britain, DNF-1; Krisi Ima Anderson, Berladin, DNF-1; Krisi Ima Anderson, Britain, DNF-1; Krisi Ima Anderso 2), Maria Jose Ricada, Spoin, 2:38.45

NORDIC COMBINED

TEAM FINAL RESULTS — 1, Jopan (To-kaoari Kana, Mesashi Aba, Karil Delware L, 1 har, 22 minutes, S1.8 seconds; 1. Norwey IKnut Tare Asciond, Bjerte Engen Vik, Fred Borre Lundberni, 7:2:28.5; 3, Switzeriend (Hippohyt Kenn), Jeon-Yves Connider, Andreas Schoodf, 7:25:09.5; 4, Estantia (Mesnar Freimuth, Aliar Luvandi, Aga Markusardi, 1:22:33.4; 5, Casch Rossubite (Zbynek Ponsk, Aliar Livandi, Asia Markusardi, 1:22:33.4; 5, Casch Rossubite (Zbynek Ponsk, Aliar Livandi, Asia Markusardi, 1:22:33.4; 5, Casch Rossubite (Zbynek Ponsk, Aliar Kennida, Stripel Journel, Ponskar School, 1:25:18.1; 5. Fishland (Toel Sorperunia, Jorf Mannida, Tapis Nermetel, 1:24:22.4; 7, Austria (Bears Riedelbarrer, Morio Stecher, Felix Gothward), 1:27:47.5; 18. Germany (Thomas Duffer, Roland Brown, Thomas Abruris), 1:26:53.4; 11, 110; (Simone Pinturi, Audrea Lusia, Andrea Ceconi, 1:25:27.1; 12. Russia (Stanislav Daybraviki, Vinteri Stoflarav, Voleri Kabesevi, 1:30:43.8. TEAM FINAL RESULTS -- 1, Jopan (To-toori Kono, Mosanti Abe, Kenii Deiwaru (, 1

CROSS COUNTRY

WOMEN'S IR KILOMETERS — 1, Manuela Dr Centa, Yehr, 7 hour, 25 minutes, 47.5 sec-ends; 2, Marris Wold, Norway, 1:25:57.8; 2, Marrio-Lisa Kirweshlemi, Finland, 1:26:13.5; 4, Trude Dybendahl, Norway, 7:26:52.5; 5, Lyubov Esprovs, Russia, 1:26:57.5; 6, Yelens Violba, Russia, 1:26:57.4; 7, Inper helico Ny-broaden, Norway, 1:27:11.2; 2, Marlist Rolls, Finland, 1:27:57.4; 9, Switteria Nagatikas, Descript 1:27:57.5; 10, Antis Most, Norway, Russia, 1:27:572; 19, Anito Moon, Norway, Russia, 1:21:37.2: 18, Antig Most, Norway, 1:28:18.1.

11. Antenina Ordina: Sweden, 7:28:28.2: 12. Marie-Helene Destrunt, Sweden, 1:29:48.2: 12. Anna Frithieri, Sweden, 1:29:57.8: 15, Meria Lohiner, Pinland, 1:29:55.1: 16, Meria-rate Ruchter, Pinland, 1:29:55.1: 18, Lubernira Beistere, Sloveiki, 7:38:57.5: 18, Lubernira Beistere, Sloveiki, 7:38:57.5: 19, Sylvici Honsout, 1:20:14.2: 36. https://doi.org/10.1001/10.10

| Iborru, Scoin, 2:34.67 (7:21.34, 1;13.31); 13. Re-sine Corespond, France, 2:34.78 (1:23.45, 1:23.415; 33. Silke Schwager, Swiftserland, 1:13.23; 13. Trine Bokke, Herway, 2:37.18 1:24:57.4; 34. Bernadette Bock, Poland, 11:23.63, 1:13.57; 28. Uraka Hrovert, Stovenilo, 1:34:28.6; 35. Cristie Vahira, Estanilo, 1:34:38.3 is. Archina Voloriova, Cascin Re-public, 1:34:55.3; 38. Irina Kestadin Nikus-china, Bulgaria, 1:36:56.3; 39. Lucie Circustreska, Casch Republic, 1:36:97.8; 49. Dorcos Versarvose, United States, 1:36:34.1, 41. Bar Daria Mettler, Serizariona, (1:36:38.3; 42. June Persina, Cresh Structule, 1:34:40.9;

SHORT-TRACK SPEED SKATING

SHORT TRACK
WOMEN'S SEMMETERS (first two in each heat aughty for quarterfinats) Heat 1—1, wans kicton, Chica, 47.32; 2. Nathalie Lombert, Conada, 47.35; 3. Eventa Rodanava, Butsarta, 58.47; Heat 2—1, Celiny Terner, United States, 44.72; 2. Way Hyr- Kyung, South Korro, 48.08; 3. Ante Landman, Natherlands, 48.34; 4. Bed Pintera, Betstum, 49.57.
Heat 3—1, Sylvie Doisie, Canada, 45.79; 2. Chur Lee-Kyung, South Korro, 47.4; 3. Yelean Tithanha, Russia, 47.7; 4. Debbte Palmer, British, 47.57; Heat 4—1, Isabette Charest, Canada, 45.72; 2. Sondrine Douburt, Franca, 49.64; 3. Berbara Bottissera, Italy, 119.94; Solfe Pinters, Belsiun, disposition. SHORT TRACK

Hest 5-L Ayoko Tsuboki, Josep. 449; 2 Karen Kat. Australia, 41.56; 2. Viktoria Troitskova, Russia, 41.57; 4. Valerie Barizza, France, 50.30; Heat 6—L Marinello Canalisi, Hely, 47,19; 2, Kim So-tee, South Korea, 477; 3, Yelena Shitistee, Kazokhston, 50,36, Heat 7—1, Yone Yene, Ohto, 47,23; 2, Marimost (m. v. see Torus charge 2.2. mich-no Prisyevo, Russia, 17.47; 2. Kotio Mesconi-ticiy, 47.56; 4. Pensiope Di Letto, Metherlands, 45.44; Heat 5—1, Amy Peterson, United Stores, 47.62; 2. Zhang Yunnef, China, 47.65; 2. Loure Drosel, France, 38.47; 4. Chidy Meyer, South Adrico, 1:17.18.

zova, Sloveika, 7:38-58.7; 19, Sylvie Honesper, Switzerland, 1:31:11.6; 28. Irino Torumanio, Ukratha, 1:37:28.5. Irino Torumanio, Ukratha, 1:37:28.5. Irino Torumanio, Ukratha, 1:37:28.5. Irino Torumanio, Ukratha, 1:37:28.5. Irino Torumanio, 1:32:38.6 Irino Torumanio, 1:32:38.6 Irino Resultantia, 1:32:38.7 QUARTERF IKALS — Kent 1—1, (ie. 120-belle Chorest, Canada, and Yona Yana. China. 4725 3 Koren Kah Austrolla, 4731 4 Chun Lee-kyura. South Karea, 1:8736; Heat 2—1. Anny Paterson, United Stoles. 46.7; 2 27ans Yoursel.

Control of the contro

#M.T; 1, Sylvie Daigte, Canoda, \$5.59; Marino
Prioryeva, Russia, dissauditied.
SEMIF (RALS (first two in each hear et z')
ty for finals) Heat 1—1. Yang Yanmel, Caira,
ties—Petter Solsten, Nor (holding); Arm ly for finals) Heat 1—1, Yang Yanmel, Chr.s. Hes—Petter Solsten, Nor (holding); Addit: 2 Army Peterson, United States, 46,281 3, Billicrom, Nor (delay of game); Cafa And

SEMIF (RALL) Hard 1—1. Yang Yanmel, Chira, Asin): 2. Amy Peterson. United States. 42(3): 3. Kinn So-Ree, South Korea, 43(5): Yong Yang, Chira, disqualified: Heat 2—1, Corth Yurnor, United States. 47(3): 2. Won Hye-Kryuba, South Korea, 43(5): 2. Won Yannel, China, 45(4): 3. Amg Peterson, United States, 47(5): 4. Won Hye-Kryuba, South Korea, 47(6): 4. Bidding States, 47(7): 4. Bidding States, 4

HOCKEY

THURSDAY'S RESULTS France 2, 110ty 3
Austria 1, Norway 3
Czech Resubtic 5, United States 3
Slevakia & Germany 5, OT

Assing
First period—L. Norway. Espon Knuf-son,(pp). Penalties—Andreos Puschnik, Aut (nolding); Espon Knuthen, Nor (hooking); Petter Solhen, Nor (signing); Rob Dayle. Aut (slashing); Michoel Shea, Aut (slash-Austria bench, served by Gerold Rats-mann, (deltay of game). Sected seriad—J. Norway, Ray Einar Johan-sen, Penattes—Kennett Strong, Auf (rpush-ling): Petter Solicha, Nor (noting); Martin Finsted, Nor (high-slicking); Martin Krainz, Auf Institute; Martin Ratins, (Jameshan).

Slovakin 2 0 8 0-2

Russin 1 1 0 1-3

First period—1, Slovakin, Peter Stostny Livel Dept. Miroslov Marcinkol, 10:42 2, Public, Povel Torgoev I Georal Evivukusini, 15:27

(sh) 2. Slovakin, Miroslov Saton (Robert Petrovicky, 17:4), Penofiles—Marcine Steerciak, Svk. (holdinst, 3:22; Robert Petrovicky, Svk. (cross-checking), 6:19; Otes Sharperodski, Rus (holdinst), 13:22, Second period—4, Russia, Andrei Nikolin, 19:28 lipet, Penofiles—Georgi Evivukin, 19:28 lipet, Penofiles—Georgi Evivukin, Rus (roughins), 2:14; Zlomand Polity, krossinins, 4:20; Sergel Steesty, Steesty, School, 120; Peter Steesty, School, 120; Peter Steesty, School, 121, 20; National Polity, krossininst, 4:20; Sergel Sorakin, Rus (slosshina), 4:20; Valeri Karpov, Rus (slosshina), 5:37; Sergel Tertyshin, Rus (holdinst), 1212.

iust call our Frankfurt office toll-free 0130-848585

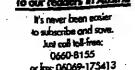
Vs never been easier to subscribe and save



Hinth Place

| 1 8-2
| 1097
| First period—1, France, France, Sourcer
| France | 1 0 2-3
| First period—1, France, France, Sourcer
| France | 1 0 2-3
| First period—1, France, France, Sourcer
| France | 1 0 2-3
| Individual | 1 0

or los 069-175413. From Austria call us <u>ball-line</u> 0660 8155 or los 06069 175413.



# SPORTS WINTER OLYMPICS

# **Baiul Hurt in Collision at Practice**

By Christine Brennan Washington Post Service

HAMAR - A freak collision Thursday between Oksana Bainl of Ukraine, the world champion who is a favorite to win a gold medal, and Tanja Szewczenko of Germany, left both skaters injured and the outcome of Friday night's women's figure skating competition very much io doubt.

Barul, who finished second to Nancy Kerrigan in the technical program Wednesday night, was cut on the shin bone of her right leg, which required three stitches. She also has a sore lower back, said Dr. Gunnar Hattevig, who treated Baiul at the arena.

Asked if Baiul would skate Friday, Hat-

tevig replied that he thought she could.
Asked if the injuries, especially her back
pain, might affect her skating, he replied:
"It might."

Viktor Petrenko, the 1992 Olympic gold medalist who is married to the daughter of Baiul's coach, said a decision would be made sometime Friday. But Petrenko said be didn't imagine the 16-year-old world champion would miss the competition. "She will come, even if it's on one leg,"

Szewczenko, also 16, suffered a bruised hip and was hit in the ribs as the two skaters, both going backward at a high rate of speed, collided near the boards by center ice as Kerrigan and others practiced else-

Szewczenko briefly returned to practice, but soon left. Baiul never came back. The collision stole the spotlight from the

seven-week-old saga of Kerrigan and Szewczenko. Chen and Bonaly are sched-wins," Scotvold said. "She's better, she's Tonya Harding, the two U.S. skaters who uled to try seven, with Bonaly throwing in a stronger all-around Oksana has the artistfind themselves in entirely different posi-tions heading into Friday's long program.

After unprecedented publicity and at-tention, the battle isn't between Kerrigan and Harding anymore. It's now between Kerrigan, Baiul and France's Surya Bonaly - and between Kerrigan and her own infamous anxieties.

Never before in a major competition has she successfully completed both a short and long program without a major error. If she does it here, she is likely to win the gold medal, because she skates a more difficult program than Baiul, and is likely to be awarded higher artistic marks than Bonaly, who is third, and China's Lu Chen, in fourth.

Meanwhile, Harding, who made two cru-cial mistakes in her short program and fell to 10th overall, is fighting simply for respect. Although she said Thursday that she was "going for the gold," seventh or eighth place is a much more reasonable target.

Practicing in the group before Kerrigan — the skaters have been regrouped, based on their short-program performances — Harding stopped six times during her fourminute long program and never tried her difficult triple Axel. She looked weary and unenthusiastic as she skated; a figure skating source said Harding spent Wednesday night in her room, and had not been seen around the Olympic village on Thursday morning.

Harding is planning to try six triples in all the same number as Kerrigan and

quadruple Salchow as well.

Baiul has five triples in her long program: Katarina Witt, the 28-year-old twotime Olympic gold medalist who is sixth.

Kerrigan, 24, the 1992 Olympic bronze medalist, combines artistry and athleticism as well as any skater in the competition. She includes every triple but the Axel, and she also is likely to receive either the highest or second-highest artistic marks, behind Baiul.

To stay close to Kerrigan technically, Baiul must try a triple-double combination jump, which she has not accomplished in a long program since ber sudden arrival on the world stage last year. Bainl might start with a triple Lutz-double toe combination, but her coach, Galina Zmievskaia, said that whatever she does, it will be a "surprise."

Kerrigan, who performs two combinations is her routine, tries a triple toe-triple toe after ner initial triple flip, and later includes a viple Salchow-double toe loop. A triple-triple is more difficult technically and thus is better received by the judges than a triple-double.

Bonaly, the best jumper in the field, attempts a triple Lutz-triple toe and triple loop-double loop.

If both women skate perfectly, "Nancy

ry but Nancy has that too. Nancy's better overall. Nancy's a better jumper and she's more consistent."

"I've never been so confident and so ready to do a long program." Kerrigan

The reason, according to both Kerrigan and Scotvold, is what happened at the 1993 world championships to Prague last March. There, Kerrigan skated a flawless short program to move into first place, just as she did here. But, in the free skate, she landed only two clean triples, turning others into singles or doubles, and dropped to fifth overall.

"I've trained better mentally to prepare for a long program and I've had more practice on long programs this year than I've ever bad in my life," she said.

Kerrigan will skate second in the final group Friday, following Chen. Bainl comes immediately after Kerrigan, followed by Szewczenko, Bonaly and Witt.

As for Baiul, this is not the first time she has injured her lower back in practice the day before a major competition. At the world championships last year, she ran into the boards after landing a jump and burt herself, said her manager, Michael Rosen-

loop-double loop.

It's uncertain how Baiul's injury will affect her, but, whatever the case, Evy Scotvold, Kerrigan's coach, said his skater is the gram is her weakness and Oksana's long program is her strength. But this injury throws everything wacko."

### Women's Skating 3d Most-Watched U.S. Sports Event

NEW YORK - The Olympic showdown between Nancy Kerngan and Tonya Harding was the third highest-rated sporting event in U.S. television history and the sixth highest-rated program. Wednesday night's CBS Olym-

pic coverage got a 48.5 rating and a 64 share, Nielsen Media Research

The three highest-rated are the final episode of "M-A-S-H" in 1983 (60.2), the Who-Shot-J.R.? episode of "Dallas" in 1980 (53.3) and an episode of the miniseries

"Roots" in 1977 (51.1).

The Olympic coverage also trailed the 1982 Super Bowl between San Francisco and Cincinnati (49.1) and the 1983 game between Washington and Miami (48.6).

Each rating point represents 942,000 homes and I percent of the total television bouseholds in the United States. The share is the percentage of televisions in use at the

CBS estimated 110,530,000 people watched its coverage Wednes-day night, the eighth-highest audi-ence ever for U.S. television.

# Justice Is Done

By Tony Kornheiser Washington Post Service

I TAMAR — Now for Part One of Tonya and Nancy's Excellent
I Winter Adventure in Norway, the short-answer program, consisting of these required elements:

Would Tonya's dress stay on? Was Nancy's knee okay? Would Tonya be boord? The answers are: yes, yes, no.

And now for the essay question: Whaddya mean Tonya's out of it already?

whatdya mean Tonya's out of it already?

She's 10th! She thought she was playing on New Year's Day, but she's going to the Poulan Weed-Eater Independence Bowl. What are you supposed to do if you have tickets for Friday night, trade them for short track? I mean, come on, 10th? A Canadian states who fall is short of the San Canadian states who short of the San Canadian states who short of the San Canadian states who short of

dian skater who fell is ahead of her. So is a German skater named Tanja. (Could the judges have confused Tanja with Tonya?) What a revolving development this is. Jeff Gillooly would have to kneecap half the field to

development this is, Jeff Cillody would have to the cap a get Tonya into medal contention.

Meanwhile, Nancy is first!

She was dead-solid perfect. And this means something, because Kernigan was under extraordinary pressure—probably surpassing Harding's and Kernigan has been known to fall in important competitions. Considering the circumstances, it was the performance of Kernigan's career. So what are we to make of this? The Unshakable Tonya Harding gets a tick as one of these large units, and The Onite Flappable Nancy.

as tight as one of those luge suits, and The Onite Flappable Nancy Kerrigan skates as smooth as a gin martini. How many militons and thinking that justice trimmphed? One's first, and the other's 10th.

Yes, there are eight skaters in between, and at least three of them.

Surya Bonaly, Katarina Witt and Oksana Baiul, who were a very odd plumage direct with a fightest and

plumage dress with a fishnet-and-leathers hat that made her look like an ostrich; I've heard of having bad-hair days, but Baiul had a badhat day — are more passionate and every bit as enthralling as Kerrigan. But this isn't about them.

Tonya and Nancy. This is what we came for, isn't it? Snow White vs. Bonnie Parker.
The Sound Of Music vs. Basic

Oh, yeah, maybe the good and evil thing isn't exactly true, since Tonya hasn't even been charged with anything, let alone convicted

- but it sure does play. Nancy and Tonya have over-

Nancy and lonya have overshadowed everything else at these
Olympics, and it's just as well
they've come on lane in the program, so the supporting players can
clear the stage as we refill the mud tank for our main wrestling event.
They have said virtually nothing since they arrived. Though what could
Kerrigan say to top her anguished, "Why me?" And what could Harding
say to change your mind once you heard her disingenuous declaration, "I
just want to win a gold medal for my country."

Since arriving in Norman last week where small talk. Tonya has

Since arriving in Norway last week, whatever small talk Tonya has made has contained the word "wonderful." She must have hired Pollyanna as her spin doctor. Norway, where she's skating now, is "wonderful." Japan, where she skated two months ago, is "wonderful." The food here, the accommodations, the entire U.S. Olympic team and every competitor from every country, the reception she received, and even the camaraderic months of the following forms a state of the state of among her fellow figure skaters is "wonderful." No one believes a word

And the other one keeps her month shut under the advice of her agent

asked what she thought of Tonya's performance, Nancy merely giggled and said. "I don't know.") The sacred moment Tonya had waited for and struggled for and campaigned for and even sued for came at 7:47 P.M., as she skated onto Olympic ice — and into a warmer reception than she'd

don't care if Witt's program wasn't difficult, she's got as much star quality on the ice as Wayne Gretzky. Talk about being beloved by the fans. They threw more flowers at Witt than at Don Codeone's funeral.)

he judged fairly on the ice — as if she feared there might be some prejudice against her for what had happened off the ice. But this performance let the judges off the hook. Tonya got the marks she

Nancy skated out in a white cocktail dress with sheer black long. sleeves, an icily elegant portrait of sophistication. From the moment she hit the ice the crowd was so loudly supportive, she must have felt she was

# For Kerrigans, It's Business As Usual, On and Off the Ice "Me?" said Kerrigan. "I felt like

By Ira Berkow

HAMAR - In the crush of journalists in the Olympic Amphithe-ater news media room waiting for Nancy Kerrigan to arrive for her post-skate interview, stood a middle-aged couple from Stoneham, Massachusetts.

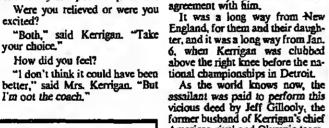
Dan Kerrigan was holding a bouquet of flowers wrapped in plastic and tied with a red-whiteand-blue ribbon, Brenda Kerrigan, who is legally blind was holding

The smiling parents of the darkhaired, 23-year-old woman who I was skating."
had emerged in first place in How did she look? had emerged in first place in Wednesday night's technical pro-gram suddenly became the center of an army of reporters' questions.

How did you feel?

"Both," said Kerrigan. "Take your choice."

"I don't think it could have been





# It's a Plot, France Says

HAMAR - The head of the French figure skating team said on Thursday that the judging of the vomen's technical program was "a complete scandal."

Didier Gailhaguet said be was ontraged by the high scores that the world champion, Oksana Baiul of Ukraine, received for technical merit in Wednesday's program, and the low marks given to the French skater Surya Bonaly for presentation. And he saw in it a plot to redeem the fading presuge of American skating.

Gailhaguet said he could not understand some of Baiul's marks in

the technical program.

"She two-fonted the landing of her triple lutz. That's a 0.4 mistake.

Yet she got one score of 5.8 and four of 5.7," he said. "It was as if the judges were blind and could not see she twofonted the jump. It is incomprehensible. It was scandalous how she

· Gailhaguet said Bonaly was marked too low in her second set of scores for presentation. "Her jumps were absolutely clean and she has made great im-

provements in her presentation this year. I really thought she deserved much better marks." Bonaly received one score of 5.5 and four of 5.6 from the judges. The other scores were two of 5.7 and two of 5.8.

Though he did not criticize the high marks given to the American skater Nancy Kerrigan, he said she "was almost dying when she finished and almost fell at the end."

Gailhaguet said he saw it as a plot to ensure victory for Kerrigan. "The Americans need another hig champion. Their federation has not got any more skaters," he said. "We all know the hig money is in

Like a picture of beauty," be

The nine judges were in close agreement with him. It was a long way from New England, for them and their daugh-

ter, and it was a long way from Jan. 6, when Kerrigan was clubbed above the right knee before the national championships in Detroit.

As the world knows now, the

American rival and Olympic teammate, Tonya Harding.

Mrs. Kerrigan, her blond hair short and wearing a black sport jacket with white stripes and a red

turtleneck, and Kerrigan, gray-haired and in a gray-and-black ski sweater, were asked how they felt about the competition.
"There were some bad slips," she said, "but we were hoping every-

He made a gesture as though zippering his lip. What about Harding?

Was there ever a time when Nan-

cy, maybe psychologically, felt she wasn't up to skating?
"No," said Kerrigan, "I never heard that girl say she didn't want

The Kerrigans said that Nancy skates without pain despite scar tis-

sue on the top of her knee as a result of the clubbing. "There's just a lump there," be said. "She doesn't think about it." They talked about how relaxed their daughter had been all day, how she and her mother went to lunch and did some shopping in Hamar, although they were interrupted often by autograph seekers, which, from the reaction of Mrs. Kerrigan, hardly seemed a deter-

"I went shopping on my own." said Kerrigan. "I bought Nancy a crystal candlestick. I always buy her something before her perfor-

When Nancy entered the room. they, like everyone else, turned their ention to the interview stand. They listened intently as Kerri-gan's coach, Evy Scotvold, talked about how well Nancy had trained, how she is hardly the fragile person

some have made her out to be.

Oksana Baiul left the ice after the collision, her leg bleeding and her medal chances in doubt. And they listened as Nancy talked about her confidence, how

she had hoped everyone would do well because it would be just that more of a challenge for ber. Were you aware," someone asked her. "that Tonya was watch-

ing you?"
"I knew lots of people were watching," she said.

It brought laughs from the as-semblage, and smiles from her parents. Too much had happened for them to laugh. They understood that there was still much to come: the free program Friday night, the second and final night to the skating for the Olympic gold.

What comes, comes," Kerrigan said, trying to keep a balance. The news conference ended, and Kerrigan, holding the flowers in one hand and reaching for his

wife's elbow with the other, began a move to the front. They had something for the young woman in first

Some other comments of note, reported by wire services: Norm Frink, the chief deputy district attorney of Multnomah County, Oregon, who is the chief prosecutor in the case involving

Harding: "I don't know a triple axel from a double axel. I'm just really not interested. I don't have any particular interest in figure skating, and how she skates isn't going to affect her case." Shane Stant, who has con-

fessed to attacking Kerrigan, told she won the technical program: "Good deal, good deal. She's doing really well and I'm glad. I really am

• Derrick Smith, Stant's uncle,

who also faces conspiracy charges in the attack: "I'm glad. I hope everyone does well and has a good

· (It was not known whether Harding's former husband, Jeff Gilloo-ly, who has pleaded guilty to helping plan the attack, saw the technical program. Judy Snyder, an attorney representing him, said he had no comment on Harding's per-

formance.) • The Harding-Kerrigan case was a clear winner among journal-isis polled at the National Press Foundation's annual awards din-

oer in Washington. Of those surveyed, 35 percent said it was their favorite controversy; the Whitewater real estate con-



100

ÔΣ3.:

W. ....

22 2

45...

A .....

who realizes that, with a smile like that, there's no need for Kenrigan to open up her mouth and let any air out.

Tonya skated eighth Wednesday night, more than two hours before Nancy, who admitted she watched Tonya on TV. (When Nancy was

have gotten in, say, Boston. Tonya came out in a red sleeveless dance-hall dress and Mary Decker's makeup. She had on so much makeup, it looked like she rear-ended a Mary Kay Cadillac, I half expected her to skate over and take my drink order. After momentarily holding her hands together in prayer, she skated off to the most ironic mosical choice in the competition, "Much.

Ado About Nothing." The tinkheads around me said she looked very tight, and, indeed, on Tonya's first jump she landed flat, on both feet. She skated the rest of the program cleanly, but somewhat raggedy. The consensus was that Tonya gave a Triple-A performance in a major-league camp. (I'll tell you this: Tonya wasn't as good as Katarina Witt, who got hosed by the judges. I

Last week Tonya spoke passionately about how she hoped she would

Sitting in the kiss-and-cry area at the edge of the rink, sandwiched between her coaches who both wore enormous for coats. Tonya watched her scores flash without betraying any anger. But shortly afterward she refused to talk to CBS, and on her way to the dressing room she was coughing so loudly you could hear it in that mall to Portland, Oregon. She said, "I'm happy with my performance," but, of course, no one believed.

back skaping at her home rink. It was as if the crowd felt a duty to show Kerrigan they knew she had been a victim, and they were behind her allthe way. Kerigan skated flawlessly, and brought down the house. She set, a Hamar Olympic Amphitheatre record for flowers tossed onto the ice. High above the stands, wearing a white sweatshirt and watching through the glass window of a private box, was Tonya. When Nancy. troversy embroiling President Bill finished, the roar of the applause soared up to where Tonya was sitting. Clinton and his wife, Hillary, was a and slowly at first, then more enthusiastically, Tonya Harding began to: finished, the roar of the applause soared up to where Tonya was sitting, distant runner-up with 26 percent. clap.

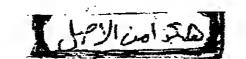
The easy way to call home and update them on the gold market.



In Norway, Dial 800-19-877.

With this Sprint Access Number, it's easy to call home from any phone in Norway. You can bill the call to your Sprint WorldTraveler FONCARD, your U.S. local calling card, or call collect (to the U.S.). You'll enjoy Sprint's low international rates, without costly hotel: surcharges. And Sprint lets you call just about anywhere in the world from over 75 other countries just as easily. While winning the gold is difficult, calling home shouldn't be. Elsewhere in today's paper, you'll find our full list of Sprint Access Codes





Public phones may respire coin or card. All techemorks are property of their respective owners, 2004 Sprint International Communications Corporations

# SPORTS WINTER OLYMPICS

# Deborah Compagnoni joined in the applause for her winning giant-slalom performance.

By Ian Thomsen

International Herald Tribune
LILLEHAMMER — The others were trying to control their skis, but Deborah Compagnoni looked like she was propelling hers, as though each was a gas pedal and she was crouching over the wheel. It was as if she was the only one in the world who could out imagine the ramifications. In fact, it is not that way anymore.

Her public was crying out for her, waving Italian flags and thumping their feet in fear as much as anything and at the bottom she turned to greet them. Her winning time of 2:30.97 in the Olympic giant stalon was more than a second faster than the secondplace finisher, but that alone does oot do it for the Italians. It was a pale day, and as she removed her goggles her smile appeared whiter than the snow. In return they sighed, more loudly

Two years after Italy first had its heart broken by Compagnoni, 23, she was setting them up again Thursday. Martina Ertl of Germany was second in 2:32.19, with Vreni Schneider of Switzerland third in 2:32.97. It was the fourth Alpioe medal of

cord of Hanni Wenzel of Lichtenstein. At 29, Schneider has been com-petiog since Compagnooi was a teenager growing up in her parents' mountain hotel in Santa Caterina Valintra, Italy, where she learned to fear nothing and a steep hill felt as certain as the sidewalk.

"We have stayed a lot of times at their hotel, four or five times during World Cup races," Schneider said.
"She helped her parents everywhere. Her parents are great people. It is a great atmosphere, and you really feel at home there. Once I had the flu, and her mether belped me a lot." On Thursday, Schneider was standing on the victory podium below the teenage girl who had served her breakfast.

The name of the hotel is Baita Fiorita -it means "Flower Hot" - and it overlooks the finish line of the World Cup races that periodically bring fam-ous skiers to Santa Caterina. When ous skiers to Santa Caterina. When the snow was thick enough, Compag-ooni would slalom down the winding ous skiers. Behind her she left a trail mountain road to school. One day in of roses in every color. Her country the hotel kitchen she placed her left was just beginning to learn this about hand in a meat grinder, and she was Schneider's career, including two staring at the white nub of bone when

she heard her grandmother screaming. They rushed her down the mountain to the hospital. Today her index linger ends where the nail should be gin. She says she never cried. When skiing she covers the hand in

Compagnoni Powers to Giant-Slalom Gold

because they think she never learns. In part they blame Alberto Tomba, In part they blame Alberto Tomba, hoarse screams carried into every liv-with whom she trained as a youth. In ing room. For this, everyone still fact she was even more reckless than him, because in those days her priori-ty was the downhill. In 1988, that race shredded her right knee. The first surgery failed to take. Two years later, still trying to come back, she felt terrihle pains in her stomach. Her father, Giorgio, an Alpine guide who taught her to ski, rushed her down the mountain to the hospital, where doctors removed 70 centimeters of her small intestine. Had Giorgio waited 20 minutes longer, they said, the peritonitis might have killed her.

During her recoveries oo top of the her — their hrave Tombagnoni, they called her — when she lashed down a

French mountainside in the giant slalom at the 1992 Games. The day before, she had won the Olympic Super-G, on the same day that Tomba won his giant slalom. It was Italy's greatest day, and one day later the entire couns thick glove and forgets all about it. She makes Italians want to hug her, because they think she never learns.

seems to feel guilty. "It was just like a wall built up and bringing it down," said her teammate, Morena Gallizio, "It hurt the feelings of the whole team, of the whole nation. She was crying and everyone around her looked terrible. In Italy the people are really sentimental. She became much more popular from the injury than she did for winning the gold medal."

What did she think about all that time on top of the mountain?

Skiing last among the leaders on Thursday afternoon, Compagnoni had only to protect her advantage of 0.97 seconds over Enl. She appeared to protect oothing. Near the bottom, a mogul hidden by the gray afternoon threatened to swing her off the course. second ahead of Eril's second run

عكذامن الأصل

Ten minutes later, Tomba was phoning his congratulations, just like the president. Then Italian television cameras assembled around her, and she talked of the suffering necessary to conquer the same race that undid her two years before. No one was expecting her to cry — that is supposed to come after the next unavoid able injury — but then she said: "I would like to dedicate this victory to all of the persons around me, and especially to Ulrike Maier."

Compagnoni pulled a white tissue from a box and pressed it against her eyes. Maier was the Austrian skier who died in a World Cup downhill

"Sometimes I think of her," Compagnoni said. "She was a fantastic athlete and a fantastic colleague. She could ski all of the disciplines. I miss her and the whole team misses her."

These pictures came into every Italian living room Thursday evening, de-livered like a personal plea. She un-derstands, she was saying with her tears, she understands exactly what

# Japan Wins Combined, As Expected

LILLEHAMMER - Japan, with a big head start from its skijumping triumph, easily held off Norway on the cross-country trails Thursday to defend its Nordic combined team championship.

Based on ski-jumping points carned Wednesday, Japan's three-man team started the 30-kilometer relay 5 minutes, 7 seconds ahead of Norway. They lost only 18 seconds of that margin, winning by 4:49.1. The margin might have been greater if Japan's final skier Kenji

Ogiwara, the event's individual world champion, had not slowed to first pick up a small Japanese flag and then a large one from speciafors along the trail. After tucking the small flag into

his jacket with one kilometer to go, Ogiwara then coasted the last several hundred meters waving the large one, not using his ski poles at all. At the finish line, he jumped in rubilation. About 30,000 spectators in the

stadium - among them was Prince Mikasa, a cousin of Emperor Akialong the trails watched Japan win its first gold of the Lillehammer

after earlier disappointments in tions from the ski jumping on the Nordic combined individual. Wednesday. The Estonian team event and in large-hill team ski

jumping.
This gold is the beginning of our challenge for the Nagano were both on the team that won the Olympics," said Yushiro Yagi, the Nordic combined gold in 1992, givteam coordinator. Japan will hest ing Japan its first Winter Olympic the Winter Games in 1998. -

condition that the winner of the

men's 50-kilometer cross-country

to do that in that case," said the organizing committee's spokes-

national Federation concerned.)".

ler at the 1936 Summer Games.

day evening at the closing ceremony.

It last snowed in the region on

Feb. 12, the day of the opening
ceremony. There had been nothing

but dazzling sunshine since, until Thursday, when the region awoke

from the afternoon."

The Swiss ski team, sponsored

by makers of the famous Alpine

cheese Emmenthal, have overcome the Olympic ban est advertising instead of using words, the Swiss sport racing suits made of cheese-yellow fabric and emblazoned with

Nancy Kerrigan has a movie deal, Tonya Harding has a television deal, even the Jamaican bobsled

team has a beer company as spon-sor. Bonnie Blair has five gold med-

als, and soon will have her face on a

Kellogg's Corn Flakes box.
The box featuring Blair will hit
the shelves in mid-March — but

simulated cheese holes.

III



hito - and tens of thousands more. Pernilla Wiberg of Sweden, who won the women's Alpine combined, wasn't so locky in the giant slalom, crashing on the first run.

medal, 7:48.1 behind the winners. The victory was especially sweet as the top teams kept their posi-

was fourth. Ogiwara and Takanori Kono were both on the team that won the

ing Japan its first Winter Olympic gold medal in 20 years. Kono also

OLYMPIC NOTEBOOK King Harald may become the in Elyria Ohio, on charges of ag-first modern-day monarch to pro-gravated murder and murder in the sent an Olympic medal. On the stabbing death of their father.

Alexander Kozlovsky, vice men's 50-kilometer cross-country ski race Sunday is a Norwegian.

"He has said he would be willing to do that in that case," said the committee, responding to British claims, especially by the tabloid press, that Jayne Torvill and Christians. topher Dean were cheated out of man, Tor Aune. "It is not definite. the Olympic ice dance title: "That's

It is a possibility."

There is also the first bylaw to Sour grapes.

Torvill and Dean were wonder-Role 70 of the Olympic charter, which states: "Medals shall be pretime and I'm afraid they are on sented during the Olympic Games
Ionger the best. It's perhaps hard to
ty the President of the IOC for a
accept, but that's life."

member selected by him, accompa-nied by the President of the Inter-• A journalist who claimed he had an appointment with Kerrigan, and then came to blows with officials who stopped him from approaching her, has had his credentials withdrawn, officials said. They also from the Games. having the Olympics hijacked for political ends, as they were by Hit-But, said the IOC's president, Juan Antonio Samaranch: "It was: my idea. I asked the king if he would do it and he accepted." did not identify the journalist, but said he had been expelled from the that then I will have to find some-

· Local residents, barred from According to weather forecast-ers, snow could also show up Sun-hours for buses, have begun sendhours for buses, have begun send-ing taxi bills to the organizers of the

"The truth is that they should be varion. We have to work harder. taken to court, for what is at least. It's really exciting." the broken promise of the decade,"

going to be cloudy and there is a slight risk of some snow, at least "In many cases the best service for VIPs is to set up buses," said. Osmund Ucland, a director of the organizing committee, adding:
"They seem to like it."

gen."

Norway's jumping coach, Jan-cong
(WP, AP, Reuters, AFP) Erik Aalbu, said: "If a spectator year."

Switzerland won the bronze won the silver in the individual combined event here.

head start, soaring 100 meters in one jump Wednesday — the longest jump of the individual or team combined competition. Ogiwara had a jump of 96 meters Kono was a big factor in Japan's had a jump of 96 meters.

But Kono lost more than a minute of that lead in the first leg of the relay against Norway's Knut Tore Apeland. Then Japan's No. 2 skier, Masashi Abe, pulled ahead again against Bjarte Engen Vik of Nor-way, the individual bronze medal-

Ogiwara then took over with a lead of 4:43 over Norway's anchor, Fred Borre Lundberg, the individ-ual gold medalist, and expanded it slightly despite coasting at the end.

Abe was a reserve and didn't ski on Japan's 1992 gold medal team. "That big disappointment made me stronger," he said after his relay leg Thursday.

The event followed Japan's favorite pattern — run up a big lead in the jumping. In the individual competition, however, Ogiwara said bad breaks with the wind spoiled his jumps. Lundberg won the jumping in the individual event, but couldn't match those jumps in the team competition.

Lundberg said he was more than satisfied with gold and silver med-

"If anyone is dissatisfied with thing else to do," he said.
"They are really the kings of ski-

ing at the moment. We have to admit it," said Avle Christian Bjorn, coach of the Norwegian team. "For us, this is a great moti-It's really exciting."



(AP, Reuters) Kenji Ogiwara combined skiing with flag-waving as Japan won.

# 5th Medal for Di Centa As She Wins 30K Race

By Christopher Clarey New York Times Service

LILLEHAMMER - For a botblooded Italian fan in these frigid climes, it is becoming difficult to prioritize. Too many good things keep happening at once.

Thursday, while Manuela Di Centa, the vivacious Italian crosscountry skier, was busy recording the fastest 12-kilometer split time in the final women's race, a group of Italian cross-country supporters were staring tensely at a television screen showing Deborah Compag-noni's final run in the giant slalom.

By the time Compagnoni crossed the finish line and thrust her arms triumphantly in the air, the Italians were exchanging hugs and handshakes. Thirty minutes later, they were emoting again as Di Centa won her second gold and fifth medal of these games in the 30-kilome-ter classical event.

It is a victory for my life on skis," Di Centa said, "My life and sport have always gone together." Italy and winter sport have not always been such a fine match. As recently as the 1980 Olympics in Lake Placid, the Italians came away with nothing more than two silvers. But that was before Alberto Tomba came strutting onto the scene to revitalize the Italian Alpine program; before Italian crosscountry skiers, lugers and bobsledders developed into some of the world's best with help from bomegrown, and in some cases East German, experts.

Thirteen days into these Olympics, Italy has won 17 medals, three more than its previous best of 14 in Albertville. The Italians' six golds, three silvers and eight bronzes put them behind only Russia and Norway on the medal chart.

The surprise is that the Italians have done all this oumber crunching without any contribution from Tomba, who bombed in the giant slalom but should rebound in Sunday's slalom. Instead, the athlete leading this surge is Di Centa, who arrived in Norway with a small following at home and no major title to her credit but is now the toast of trate Italia.

The 31-year-old from the medieval mountain town of Paluzza has won five medals and struck a sensitive chord in her nation with her successful comeback from thyroid problems. She has been receiving letters by the hundreds and enough computer messages on the Olympic network to fill up a hard drive.

Even Italy's hyperactive tabloid press has discovered her, publishing a topless photo of her taken during a family vacation last summer in Sicily.

"I don't mind the photograph; I just wish they hadn't cut out my family," she said after winning Thursday's race by 30 seconds. While Di Centa was going out in style, Lyubov Egorova was falling



Di Centa flashed a golden smile for the second time at the Games.

sian who had oever failed to win a finishing fifth behind Di Centa, Marit Wold of Norway, Marja-Liisa Kirvesniemi of Finland and another Norwegian, Trude Dyben-

"I am satisfied with my performance, because a victory was not possible today," said Egorova, who attributed some of her difficulties to a head cold. "I am very happy because I had dreamed about only

one gold medal here, and I am leaving with three golds."

Egorova, a 27-year-old from Leningrad, tied the Winter Olympic record of six career golds by anchoring Russia to victory in the relay on Monday. She remains one short of the all-time medals record held by Raisa Smetanina, her for-

Soviet Union's teams. gano, Japan, remained unclear. Time will certainly be on Yegor-ova's side if she chooses to return. athlete in Lillehammer. Though she began skiing on the World Cup circuit in 1984, she was

Di Centa's hopes have been anmedal in nine previous Olympic swered in the last two weeks. The races, went out too slowly in the first woman from Italy to join first 15 kilometers and ended up cross-country's upper echelon, she finishing fifth behind Di Centa, quarreled with the Italian federation after the 1984 Winter Olympics and briefly left the sport to focus on track and field. She returned to compete in Calgary in 1988 and Albertville in 1992, but a malfunctioning thyroid gland left her struggling against more than the competition in France.

"I talked to some specialists, and one of them told me I was suffering from Beimondins," said Di Centa, referring to her Italian rival, Stefania Belmondo, who won three medals in Albertville, "Finally, an endocrinologist in Pisa found the problem and treated me."

After being hospitalized for three weeks in June 1992 and for mer cross-country teammate on the shorter periods in the months that followed, Di Centa steadily rebuilt Whether Yegorova will return in her career. Here in the temple of four years to finish the job in Nagano, Japan, remained unclear.

her career. Here in the temple of Nordic skiing, she finally lived up to her considerable potential: win-

"I was not on top of the list before," she said. "But I always short of a record-tying 10th career still the youngest member of the thought I was on the top in my medal. Egorova, the relentless Rustop five Thursday.

# the broken promise of the decade, the local newspaper Dagningen said in an educatal. Paal Evensen, a meteorologist at Norway's weather center, said the weather would probably improve and be fine and summy on Saturday, "But on Sunday, I'm afraid it is going to be cloudy and there is a later of a public bus. When the broken promise of the decade, the local newspaper Dagningen said in an educatal. On the other band, Samaranch and other Olympic VIPs have been forsaking their chauffeur-driven cars—possibly because of the jamared streets—and taking a bus. Critics of Nordic Event Say

LILLEHAMMER - Skiers and drink two colas before the next coaches have lashed out at the rules that made Thursday's skiing por-tion of the Nordic combined team

the St. Paul Pioneer Press, offers a few handy Norwegian phrases for those attending and covering the formers. Some highlights.

Jeg vil gi deg alle sparepengene turned the subsequent cross-countries for de one-varmerne. "I'l give you my life savings for those earmatis."

The St. Paul Pioneer Press, offers a working for de one-varmer the subsequent constitutions that have allowed the top ski jumpers to dominate the sport and turned the subsequent cross-country leg into an empty exercise.

Japan retained their Observations

Jeg vil gjerne ha McLaksen. "I'll jumping on the first day by their take the McSalmon." trio, which carned them a stagger-Jeg har frozeset fast til utedoen, ing five-minute head start over saa jeg vil nok bli litt sein. "I am Norway and 7½ minute start over frozen to the outdoor toilet, so I the Swiss in the 3x10-kilometer re-

the company said. There probably

aren't any ice skaters in lowa.

Ricardo Punsalan, 21, the brother of the U.S. ice dancer Eight.

Volkswagen.

In lay.

The Japanese knew they could rerseg med Folkevognen min. That not be caught and admitted that is a curious beast mating with my they skied for fun.

team starts in a relay then the event shouldn't be on the Olympic pro-

This isn't something we are say-ing because we're bad losers. We've said for a long time that something must be done about the team competition to save it as a separate

Switzerland's coach, Gunther Chromecek, called for changes to equipment, clothing and skis to balance the contest between the jumpers and the skiers.

Changes in the sport in recent years have benefited jumpers, through better skis, aerodynamic suits and the improved V-style

jumping technique.

The international Skiing Federation plans to address the issue at its congress in Rio de Janeiro this

### Turner Retains Title, Opponents Complain

HAMAR - Cathy Turner of the United States successfully defended her Olympic 500-meter short-track gold medal Thursday, drawing protests from two opponents.

Zhang Yanmei of China, who finished second, stormed off the medals stand and hurled her honorary bouquet of flowers.

Zhang pointed at Turner as soon as she crossed the finish line and motioned that Turner had knocked her off balance while passing her with two laps to go.

Earlier, the reigning short-track world champion, Nathalie Lambert of Canada, left the track in tears after falling in the quarterfi-nals — a fall she blamed on Turner.

in 45.98 seconds.

"Cathy Turner turns our sport into some-thing it's oot meant to be." Lambert said. She is brutal and the judges overlook her behavior. Turner ruined three years of training for me on Thursday evening." Turner set an Olympic record by finishing

# Schönbächler and Cherjazova **Get Golds in Freestyle Aerials**

LILLEHAMMER - Andreas Schönbächler of Switzerland soured past the "Quebec Air Force" to win the men's freestyle aerials Thursday, shortly after Lina Cherjazova won Uzbekistan's first Winter Olympics gold in the wom-

Schönbächler, ranked fourth on the World Cup behind three Quebecois — Philippe LaR-oche, Nicolas Fontaine and Lloyd Langlois —

outjumped them all.

His first leap —a triple flip with three twists
—put him in the lead. His second jump — a more difficult triple with four twists — rated as the best of the day with a score of 121.48 points. His total score was 234.67, with LaRoche (228.63) getting the silver medal and Langlois (222.44) the bronze. Canada took four of the top six places, with Andrew Capicik finishing fourth at 219.07 and Fontaine sixth at 210.81.

Cherjazova, the defending world champion who was fifth at Albertville two years ago when acrials was a demonstration sport, barely quali-fied for the final round after falling during her first jump of the preliminaries.

But she proved to be unbeatable with two triple jumps in a competition where doubles were the oorm. Ellie Simchen of Germany was the only other competitor who tried a triple jump. Jumping first, Cherjazova all but ensured her victory when she nailed a back-lay full triple for a

score of 92.92 points - by far the best of the day. She faltered a bit on her second jump, a triple back-lay tuck, when she failed to hold the landing and carned just 73.92 points from the iudges.

But her total of 166.84 was good enough to hold off Marie Lindgren of Sweden, who was more consistent with double jumps of \$1.78 and \$4.10 for 165.88 and the silver medal.

The bronze went to Norway's Hilde Synnove Lid. Her second jump scored 87.72 — the second-best of the day. She finished with a total

of 164,13, Kirstie Marshall, who led the qualifying round and was hoping to give Australia its first Winter Olympics medal, landed poorly on the final jump of the competition and dropped to

sixth with 150.76.

# The Globe's Tale

By Nina Darnton

New York Times Service ONDON - When the Ameri-L can actor Sam Wanamaker made a pilgrimage bere to search for Shakespeare's Globe Theatre in 1949, all he found was a blackened sign on a brewery wall: "This is on or around where Shakespeare had his Globe."

So began a lifelong obsession to reconstruct the historic theater. Wanamaker died of cancer two months ago at 74 before be saw it completed, and with \$3 million still to be raised, many of the Globe's supporters feared the project would founder without him. There was hooe that Kenneth Branagh might come to the rescue as Wanamaker's successor. But Branagh, who is busy directing his next movie, "Franken-

stein," remains uncommitted. Even without him, however, the future of the Globe now seems assured. The board has begun a new fund-raising drive and says the theater will open as scheduled in April

Bit by bit, the solid oak circular structure, a replica of the original torn down in 1644, is rising on the south bank of the Thames.

The theater will be the centerpiece of a complex of six buildings devoted to the study and enjoyment of Shakespeare. It is envisioned as an international center for Shakespearean scholarship, with a bbrary and research facility, an indoor theater cinema, shops and offices, a restaurant and a pub.

in 1970 Wanamaker founded the Shakespeare Globe Trust to raise money for the project. Almost immediately, however, the project ran into opposition. Much to Wanamaker's surprise, he found his grand design more derided than applauded. The Tory politicians didn't want to pay for it, the local Labor politicians argued that it was elitist and withheld site authorization, and the theater establishment, which might have been expected to fight for it, sniffed that Shakespeare should not be turned into an

American "theme park." Besides, some critics said, Shakespeare's legacy was already sufficiently protected by the Barbican Theatre, the London bome of the

Royal Shakespeare Company, and

Oceania

by Stratford-upon-Avon, his birth-

place-turned-tourist-attraction. Wanamaker believed the project was stymied partly because of anti-Americanism. "I am convinced that if somebody like Peter Hall or lan McKellen or Trevor Nunn had decided this was a good idea it would bave been built years ago with goveroment funding." he said in an in-terview in The Financial Times several months before his death.

Referring to the theater establishment, he said. They had, I think, an innate suspicion regarding all Americans, that they are money grubbing, out to make a fast buck.

Money for the project was slow in coming. Altogether, \$12 million was raised from private donors and 8 of the 20 sections that make up the polygonal structure Shakespeare called the "Wooden O" are in place.

But the trust still has to raise the additional \$3 million to complete the theater itself. After that, \$15 million will be needed to pay for the remaining buildings.

The theater is to be completed in time for Shakespeare's 431st birth-day, on April 23, 1995, when the Queen has agreed to attend the gala

opening of "Henry V."

Like all future productions, the opening play will he performed much as it was in Shakespeare's time. The production will use no scenery, only four embroidered hangings as backdrops, but there will be elaborate costumes.

Because the theater will use only natural bight, performances will take place in the afternoon. The 1,500 seats, clustered in three tiers around the rectangular stage, will be much closer to the actors than in modern theaters and considerably less comfortable, consisting of wooden benches, probably covered with cushions, "Groundlings" (standingroom customers) will stand near the stage. The roof over the tiers will be thatched, the first time this material has been allowed in London since the great fire of 1666, though with

modern precautions,

Despite the desire for authenticity, one detail will undoubtedly be changed. It used to cost a penny for a groundling ticket and just a few pennies more for a good seat, Ticket prices haven't been set yet, but chances are pennies won't be inDoris Duke's Will: The Butler Did O.K.

New York Times Service

New York — As a butler, Bernard
Lafferty was nothing like the primly
elegant Anthony Hopkins character in the film "The Remains of the Day." With his salt-and-pepper ponytail and his far less formal clothes, he was "always a little different from what one thinks of as a butler in the MGM musicals, in the corner holding Fred Astaire's jacket," said a public-relations executive who worked for him briefly after his boss died.

The boss was Doris Duke, the deeply suspicious, desperately unhappy tobacco heiress who died last year. The public-relations executive, Lloyd Kaplan, said Lafferty was "indisputably" the most im-portant person in her life.

For that, Lafferty is now richer by at least \$500,000 a year; she left him a lifetime annuity. She also put him in a position of considerable power, naming him an executor of her estate and placing him in charge of various nonprofit foundations she set up to channel her money to activi-ties and causes she cared about. For that, he is to receive a separate lump-sum payment of \$5 million.

But to ber relatives and to many officials in the usually close-knit, gossipy world of nenprofit organizations — who sooner or later may seek grants from the foundations he now controls - the 48year-old Lafferty remains largely a mys-tery. "I never met him." said Newton Duke Angier, the president of the Duke family's foundation and a cousin of Miss Duke. "I don't know anybody in the fam-

ily who has."

Another of Miss Duke's cousins, Angier Biddle Duke, the former ambassade Spain, Denmark and Morecco, said that be had never met Lafferty either. "But when Doris died, be called me and told me," Duke said, calling him "a very courteous Irish gentleman.

Miss Duke left \$10 million to the Metropolitan Museum of Art, but Lafferty is not a familiar face there. "He was here but once, and briefly," said Harold Holzer, a spokesman for the museum. "You can add us to the list of people who don't know

But one who does says that Lafferty's mild manner masks a street-smart tough-ness. "We've talked a lot about lawsmits" since Miss Duke's death, said Alexander F, Pacheco, the chairman of People for the Ethical Treatment of Animals, "We've both been in a bunchand he's right on the ball. We joke about our crazy experiences with courts. That's where I got the inkling he wasn't having wool pulled over his

Lafferty's latest experience with courts will be played out in Manhattan, where



Bernard Lafferty, the butler, at the side of the heiress in 1991.

Chandi Heffner, the 40-year-old woman Duke adopted as a daughter in the 1980s, is trying to block approval of the will that divides up Duke's \$1.2 billion estate. That will leave Heffner nothing, which may be why, in papers filed in Surrogates' Court earlier this month, Heffner accused Laf-

ferty of turning Duke against her. Helfner alleged that Lafferty used "fraud, duress and undue influence" to persuade Duke, who was 80 when she died Oct. 28, to disinherit her. Heffner also maintained that Duke "was not of sound mind and memory" when she signed the will, dated April 5. Referring to Heffner, Duke wrote on the next-to-last page of the will, "I do not wish her to benefit from the estate."

The Duke estate has denied Helfner's allegations. No date has been set for a hearing. Some of Duke's longtime acquaintances knew she was close to Lafferty, but until the will was made public, they did not

realize how close. Richard Banks, an artist who knew Duke in Newport, Rhode Island, remembers Lafferty as the man who

gave her "a pretty page-boy hairdo" and supervised her daily exercise routine. "It was a big surprise when I read that he'd been left so much," Banks said. "He couldn't be nicer, but I don't think anybody realized he'd be the head of the shooting match. He came across as a reticent butler, and I don't mean that in a damning way."

Bob Magoon, a neighbor of Duke's in Hawaii, said many of her friends looked on Lafferty as just a servant, and in fact be sometimes did serve meals. But Magoon said Lafferty functioned as a protector and guardian, and made things run smoothly in the far-flung Duke empire, which began with her father and his holdings in the American Tobacco Co.

Someone gave him a fumy uniform

once," Magoon said, "a crazy butler's uniform, with some medals. He'd put this on

**PEOPLE** 

and come out and we'd laugh and laugh. He's built of joy."

Stephanie Mansfield, the author of

"The Richest Girl in the World" (G. P.

Putnam's Sons), a biography of Duke, said his concern for his employer appeared genuine. "He was not in it for the money," Mansfield said. "He's not materialistic.

Bernard didn't have a life beyond Doris,

and she showed him a side of herself to

him that she showed to few others, that

was warm, funny and loving."

She added, "I think he dealt with prob-

lems Doris didn't want to deal with."

Lafferty refused repeated requests for

an interview. "My duty to Miss Duke is to

maintain her privacy, even though she is

gone," he said in a statement released by a

A brief biography from the Rubenstein

firm said Lafferty was born in County Donegal in Ireland in 1945, orphaned as a

teenager, and immigrated to the United

States "over 20 years ago."
"Initially," it said, "he worked in the

hotel/restaurant industry. Later, he held

various positions in the entertainment in-

dustry, including a stint as Peggy Lee's road

manager." Kaplan said he worked for the singer in the "early to mid-80s." Lee de-

scribed him as a kind and caring employee.

Kaplan said Duke hired him in 1987,

"imitially as a buttler" at her estate in Som-

erville, New Jersey. "He traveled with her," Kaplan said. Things centered on

Somerville, but he was with her in Califor-nia, Hawaii and elsewhere."

Mansfield said he arrived at "a low

point" in Duke's life, and at roughly the

same time that she met Heffner and lent

Imelda Marcos, the wife of the deposed president of the Philippines, \$5 million for ball for her federal racketeering trial in

New York. "Bernard was the only one who had her interests at heart," Mansfield said.

"Everyone else used Doris, but I think

Over time, Lafferty's role "evolved into that of Duke's administrative side and

adviser," the Rubenstein statement said,

"assisting her with all aspects of her business and personal life. In that capacity, he

was with her constantly as she moved seasonally to each of her estates through-

out the country. He also traveled with her

on her extensive trips abroad."

More recently, "Mr. Lafferty's relationship with Miss Duke grew from one of

employer/employee to one of close friend-

ship and deep mutual respect and trust. Mr. Lafferty's dedication and devotion to

Miss Duke was reciprocated by her."
Was he the son that Duke, who was married three times, never had? "My un-

derstanding is the relationship was not complicated in that way," Kaplan said. "But it's futile to search for a metaphor."

Remard did not."

**WEEKEND SKI REPORT** 

public-relations firm last month.

Who's the Guy Rocking Happily Into His 50s?

Another one turns the corner.
Roger Dairrey will hit 50 next Tuesday, and the former lead singer of The Who is celebrating in a big way with back-to-back concerts this week at Carnegie Hall. The first was a tribute to Pete Townshead, who appeared on a star-spangled bill that included David Sauburn, Alice Cooper, Lou Reed, The Chief-pains, The Spin Doctors and Edite Vedder of Pearl Jam. · D

A gay-rights group, Gay and Les-bian Americans, has called for a boycour of Florida orange mice. from March 12 to 19, to protest the Florida Citrus Commission's \$1 milhon, six-month contract with conservative radio host Rush Line benefi, who pitches OJ on his show. 

Roger Chaton, President Bill Clinton's half-brother, said on a U.S. television show that he plans to wed Molly Martin, who is expecting a child this spring. He dispecing a chart this string. It we missed reports that he wasn't yel-come to hold the extensory at the White House, and said that the president will serve as best man.

Mass Negotial To Retu Vashing

H: T

....

2.11.

100

uver ...

11:5

Ω.T. ÇE.

With The second

3-1 -

First daughter shopping: A spokesman for Hillary Rodham. Clinton has denied a report that Chelsen has her own credit card and uses it at Ann Taylor.

Jack Nicholson is being sued and faces possible criminal charges for using a golf club to batter a Mercedes-Benz that supposedly cut him off in traffic. The city attor-ney's office is considering whether to file a misdemeanor vandalism charge in the sait, filed in Los Angeles, Robert Blank, 38, alleges assault and battery and claims he was "severely injured."

. . A filmed recording of Richard Burton's 1964 Broadway stage per-formance of "Hamlet" has been found in Burton's Swiss chalet. After the film has a digital facelift, it will be shown in a limited release in. U.S. movie theaters, according to producer Paul Brownst

INTERNATIONAL CLASSIFIED Appears on Pages 4, 8 & 15

,0-800-1111

### WEATHER

# Forecast for Saturday through Monday, as provided by Accu-Weather.

east this flumies of downwing Lakes. Si Maine an Martimes very cold of Sunday	will be d of It now will id Ihe I Saturds weather and Mo	Comme Gibtan	noi res rke dia ndy rect	t sp t da t da t wi	read in y. So il have	nto the		n- with the point of the point	in be to the western January J	athi par par by	Secul k and er will this ant an Mond in sur	weeks weeks d sno ay. Ma	90
							Latin Arr	<b>IETICE</b>	3				
Middle !	Last							_					_
Middle		Low	w	Tor High C/F	Low			High C/F	Low	*	Cir	Low	
Berul	High CF 17/62	CAF 12/53	pc	18gb C/F 13/55	CF 11/52	W W	Busings Aires	27/80	C/F	рс	CAF Z7/80	CF 18/64	-
Berul Caro	Tr High C/F 17/62 21/70	C/F 12/53 9/46	pe	19/95 19/95 22/71	C# 11/52 9:46	bc A	Carpers	27/80 29/84	17 62 19 45	pc	CAF 27/80 29/84	CF 18/64 20/85	9 00
Berul Caro Derrestos	To High C/F 17/62 21/70 13/55	CF 12/53 9/46 8/43	pc pc	19/95 19/95 22/71 15/59	CAF 11/52 9:46 5/41	₩ 25 E E	Corners	27/80 29/84 26/79	17.62 15.65 21.70	233	27/80 29/84 27/80	CIF 18/64 20/85 21/70	4 000
Berul Caro	Tr High C/F 17/62 21/70	CF 12/53 9/46 8/43	pe pe	19/95 19/95 22/71	C# 11/52 9:46	# 88¥8	Carpers	21/80 29/84 29/79 29/79	17 62 15 65 21 770 846	2222	27/80 27/80 29/84 27/80 22/71	CAF 18/64 20/85 21/70 8/46	A DEPE

3000	Belling Hang Kong Menita New Deth Stand Shanghat Singapord Talpel Yolya	9348 15,84 30,91 23,73 8,46 9148 30,76	-1.65 14.67 22.71 (3.66 -7.60 -2.78 23.73 12.53 -2.28	4 P	18/64 94/99 23/73 7/44 9/48 29/84 19/56	12.68 4/5 0/32 24/75 13/5	BEREE S	
Heavy Snow	Africa			$\equiv$				
	Algiers		12/55			12/53		
then bear of each	Cape Tours	31100	10/50	:				
on Secul will	Harara	50/09	PHE	-	29/84	0 74K	PC	
weather Sat-			25/77			27,80	-	
y will turn cold-	Legns Nerobi		10/50					
rain or snow lead. Monday	Turis	50/05						
and very cold.	North A	neric	a	_	_		_	
his weekend.	Acctorna	4/2	-15/0	•	4/16	-19/-2	рс	
n and snow is	Atheria	17/62			11/52	1/34		
londay. Manile	Boston	4/38			4/27			
i sunstine.	Chicago	4/25	-127	37	4/22	-11/13	PC	
	Donver	4/39	-6/22	æ	7/44	-3/27	bc	
	Detroit		-10/15					
	Harakilu		21/70					
Толопче	Houston		7/44			8/45		
Bytt Low W	Los Argeiro	2016	10/60	inc.		18.94		
CF CF	Minnespolis				-11/13			
7/80 18/64 pc	Morare	-6/22	-14 %					
9/84 20/86 pc	Norm	77/70	21/70	-	27/10	1945	~	
7/80 21/70 pc	New York		3/27					
2/71 8/46 PC	Phoenix		12.53					
6/87 25/77 PC	Sen Frank	15/51				11/52		
9/84 12/52 pc	Seattle		6/43					
Per Runtess.	Toronto		10/15					
ter, Inc. © 1994	Washington.		-2/23					

Asia

						-
Resort	Depth U	Lätn, Pistes	Res. Pistes	Snowl State	Last Secon	- Consens
Anderra Pas de la Casa Soldeu	155 210 130 21 <i>5</i>					Fully open, exceller 20/22 little open, ic
Austria						A 2011 14
lois	0 55	Good				5/6 Mits open, wort
Kitzbuhel	55 145	Good				63/64 Mts open, go
Saalbech	80 145					All lifts open, 18thm
Schladming	45 150					All Mis open, good
St.Anton	80 290	Good	Open	Var	2/21	All 35 Rits open, go
France						
Alpe d'Huez	140 240	Good	Open	Pwd	2/23	75.186 little open, gri
Les Arcs	105 335	Good	Open	Pwdr	2/21	63/64 izts open, ex
AVOTAL	180 230	Good	Open	Pwdr	2/22	All 41 ktts open, low
Cauterets	190 320	Good	Open	Pckd.	2/18	All 15 Mis open, you
Chamonix	45 345	Good	Doon	Pwdr	2/21	All 46 lets open, pre
Courchevel	140 195	Good				All 67 little and 95 pt
Les Deux Alpes						50/63 8/ts and 70/7
Flaine	120 300					20/28 lifts open, ex
isola .						New snow on hard i
Méribel	65 195					48/49 Ms open, go
La Plagne	145 285					Fresh snow on good
Serre Chevalier						All 77 Rts open, ext.
Tignes	150 295					52/54 little open, exc
Val d'Isère	150 380		Open		2/21	
Val Thorens	135 265	Good	Open	Var	2/21	All 29 Mis open, gre
Clermany						
Garmisch	10 225					33/38 lift sopen, got
Oberstdorf	25 200	Good	Ореп	Ver	2/21	All 27 lifts open, son
Italy						
Bornio	15 140	Good	Coen	Poted	2/11	15/17 Mts open, wo
		_ , , ,	-,-			

Resert	Dep L	D.	Pintos	Rea. Pistos	Stole Stole	Laut	Comments
Cervinia	B5 3	45	Good	Open	Pctod	.2/10	Majorby of Bits and Bries o
Continue	25 1	30	Good	. Open	Hend	2/6	AE 40 Mis open, pood side
COUMNEYOUR	100 2	15.	Good	Chad	Pcku	2/21	" Greet wang on hear show
Selva .	· 45 1	10	Good	Open			AS 75 Mas 170mm of plate.
Sestrière .	1102	40	Good	Open	Ver	2/20	All 21 Mis open, excellent
Horway				. —			
	80	<b>8</b> 0	Good	; Open	Pckd	2/12	All little odern, greet tiking,
Spain	Car .			1.1		1	
Baquiara Beret	170.3	110	Good	Open	Va	2/20	21/22 Nos and 36/43 pint
Switzerland	-						
Arosa '	90 L	10	Good	Open			"All 16 little open, good plat
Crans Montana				Open			Fresh andly on varied best
Devos	BO 1	75	Good	. Open	Var	2/17	All litts open, excellent skil
Grindelwald .	25 1	20	Good	Worn	Var	2/21	All 33 IIIs open, resort rur
Gstead	35	80	Good	Open	Ver	2/22	All 69 lifts open, good skill
St.Moritz	80 1	80	Good.	Open	Var	2/11	All 54 kills open, good plat
Verbier	. 30 a	60	Good	Open	Pwdr	2/23	38/39 litts open, grant skil
Zermatt							. 35/36 litts open, some kry j
U.S.							
Aspen .	165 1	70	Good	Open	Pwdr	2/23	All 8 Mills open
Jackson Hole							Resort fully open
Kaystone							16/22 Mis com
Meinmoth	210 2	70	Good	Open	Pwdr	2/22	26/30 Mis open
Park City							14 lifts open
Steamboat							19/20 Pts open
Telluride.							All 10 lifts open
Vall :							All 25 Mit open







# Someone back home would also love to hear the sound of your voice.

Dial direct from Norway with AT&T. Just dial 800-190-11.

After a day of cheering, shouting, oohing and aahing at the Olympic Winter Games, we know you'll want to share all the excitement with people back home. That's why we've made it so easy with AT&T.

Anywhere in Norway, simply dial 800-190-11. In other countries, dial the access number from the list on the right. An English-speaking AT&T Operator or voice prompt will help complete your call to the U.S. or more than 70 other countries. Use your AT&T Calling Card or call collect. You'll get economical AT&T rates and keep hotel surcharges to a minimum.

Of course, with AT&T you also know you'll get clear, crisp connections. So there's no need to raise your voice.



### How to call around the world

Dial the corresponding AT&T Access No.
 An AT&T English-speaking Operator or

COUNTRY	ACCESS NUMBERS	COUNTRY
ASTA /	PACIFIC	Greece"
Australia	0014-881-011	Hungary
China, PRC++	10811	iceiand =
Guzan	018-872	Ireland
Hong Kong	800-1111	Italy*
India+	000-117	Liechtenstein*
Indonesia*	001-801-10	Lithmenie
Japan"	0039-111	Luxembourg
Korea	009-11	Maka*
Korezoo	11=	Монасо"
Macao	0800-111	Netherlands*
Malaysia"	800-0011	NOTWAY"
New Zealand	000-911	Polandte:
Philippines*	. 105-11	Postugal!
Russia" (Mosco	v) 155-5042	Romania '
Salpani	235-2872	Slovakia
Singapore	800-0111-111	Spain
Srt Lunks	430-430	Sweden*
Taiwan*	0080-10288-0	Switzerland
Thailand*	0019-991-1111	Ukrainet
EUROPE		U.K.
Armenia	8014111	MIDDE
Austria****	022-903-011	Bahrain
Belgium"	078-11-0010	Egypt* (Cairo)2
Bulgaria	00-1800-0010	Israel
Croatiat*	99-38-0011	Kuwait
Cyprus*	080-90010	Lebanon (Beirut)
Czech Rep	00-420-00101	Saudi Arabiat
Denmark*	8001-0010	Turkey
Finland	9800-100-10	AME

014-881-011	Hungary 000-800-0111	1 Brazil 000-8019
10811	(celand 999-00	1 Chile 00°-0312
018-872	Ireland 1-800-550-00	0 Colombia 980-11-0010
800-1111	Italy 172-101	1 Costa Rica 114
000-117	Liechtenstein* 155-00-1	1 Equadort 119
001-801-10	Lithmenia 8019	6 El Salvador 190
0039-111	Lixenbourg 0-800-011	1 Gustemala 190
009-11	Malta* 0800-890-11	0 Guyana 17
11=	Monaco* 190-001	1 Hooduraste 123
0800-I11	Netherlands* 06-022-911	1 Mexico*** 95-800-462-4240
800-0011	Norway 800-190-1	1 Nicaragua 174
000-911	Polandte: 0°010-480-011	1 Panemae 109 -
105-11	Portugal! 05017-1-28	8 Penut 191
155-5042	Romania 01-800-428	8 Suriname 156
235-2872	Slovakia 00-120-0010	I Uniguay 00-0410
800-0111-111	Spain 900-99-00-1	1 Venezuela** 80-011-120
430-430	Sweden* 020-795-61	CARRIBEAN
080-10288-0	Switzerland* 155-00-1	1 Bahamas 1-800-872-2881
019-991-1111	Ukrainet 8º100-1	1 Bernader 1-800-872-2881
	U.K. 0500-89-001	1 British Vis. 1-800-872-2981
8014111	MIDDLE EAST	Cayman Islands 1-800-872-2881
022-903-011	Bahrain 800-00	
078-11-0010	Egypt* (Cairo)2 510-020	
00-1800-0010	Israel 177-100-272	
99-38-0011	Kuwait 300-28	7 000 012 2001
080-900t0	Lebanon (Beirut) <sup>5</sup> 426-80	
0-420-00101	Saudi Arabiat I-800-10	10000122000
8001-0010	Turkey 00-800-1227	
9800-100-10	AMPRICAS	Gambia 00111
190-0011	Argentina* 001-800-200-111	
0130-0010	Belize* 55	
		///////////////////////////////////////



